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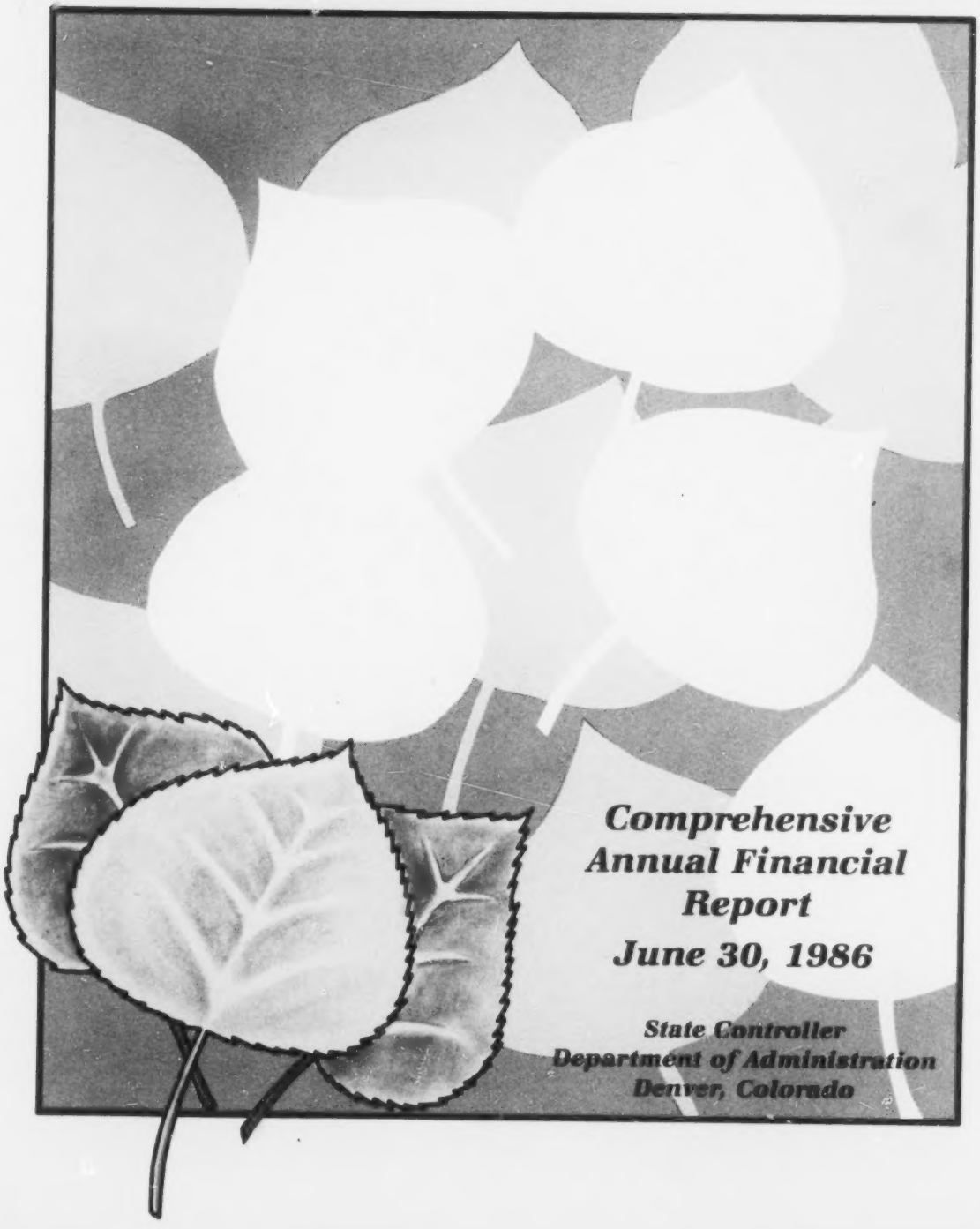
# COLORADO



## Comprehensive Annual Financial Report

## June 30, 1986

State Controller
Department of Administration
Denver, Colorado

# COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED JUNE 30, 1986

STATE OF COLORADO
RICHARD D. LAMM, GOVERNOR

DEPARTMENT of ADMINISTRATION
E. ROBERT TURNER, EXECUTIVE DIRECTOR
DIVISION OF ACCOUNTS AND CONTROL
JAMES A. STROUP, STATE CONTROLLER

*STATE OF COLORADO*
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 1986

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# INTRODUCTORY SECTION

# STATE OF COLORADO

**DIVISION OF ACCOUNTS & CONTROL**
Department of Administration
1525 Sherman Street, Room 706
Denver, Colorado 80203
Phone (303) 866-3281

December 23, 1986

Richard D. Lamm
Governor

E. Robert Turner
Executive Director

James A. Stroup
State Controller

The Honorable Richard D. Lamm
Governor
State of Colorado

Dear Governor Lamm:

The Comprehensive Annual Financial Report of the State of Colorado for the fiscal year ended June 30, 1986 is hereby submitted. This report was prepared by the Division of Accounts and Control. We believe the data as presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the State as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain maximum understanding of the State's financial affairs have been included.

## ACCOUNTING SYSTEM AND BUDGETARY CONTROL

The State's accounting records for governmental type funds are accounted for on a modified accrual basis with the revenues being recorded when available and measurable and expenditures being recorded when the services or goods are received and the liabilities are incurred. Accounting records for proprietary and fiduciary type funds are maintained on the accrual basis. That is, their revenues are recognized when they are earned and their expenses, including depreciation, are recognized when they are incurred.

In developing the State's Central Accounting System, consideration has been given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within this framework. We believe that the State's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control is maintained at the agency level and encumbrance accounting, under which purchase orders and contracts for expenditure of monies are recorded in order to reserve that portion of the applicable

appropriation, is employed in the General, Special Revenue, and Capital Project funds. Purchase orders or contracts which result in an overexpenditure of available balances are not released until additional appropriations are made available. Open year-end encumbrances are not reported as a reservation of fund balances unless specifically approved by the State Controller and the Office of State Planning & Budgeting.

The financial statements include the various departments, agencies, and higher education institutions of the State that met the following criteria for inclusion: selection of governing authority, designation of management and ability to influence operations, the organization's accountability to the State for fiscal matters, and the scope of public service performed.

## ACCOUNTING CHANGES

Since July 1, 1985, all State Higher Education activities have been accounted for in a separate group of College and University Funds. This change is in accordance with Statement 7 of the National Council on Governmental Accounting (NCGA) and was made because the accounting and reporting standards customarily applied in Higher Education are distinctly different from those applied to other governmental entities.

For the current statements, several significant changes have been made to more fully comply with generally accepted reporting standards. The State Employees Deferred Compensation funds have been moved to the Agency Fund from the Expendable Trust Fund and the Guaranteed Student Loan Program is now reported as part of the Enterprise Fund rather than as a separate proprietary fund type. Another significant change involves the classification of expenditures for governmental fund types. Intergovernmental expenditures are now shown as a separate functional classification and account for 51.6% of the General Fund expenditures. This mainly represents the State support of primary and secondary education. Comparisons with prior years should take into consideration these changes.

## STATEWIDE FUNCTIONS AND ACTIVITIES

Combined statewide financial statements reflect total assets of $4.4 billion and liabilities of $1.7 billion, leaving a residual total State fund equity of $2.7 billion. This is a $433.6 million, or 11% increase over the prior year.

Statewide revenues totaled $5.1 billion, which represented a 6.4% increase over the prior year. Statewide expenditures of $5.0 billion increased 10%, with the largest percentage increases occurring in the Special Revenue and Capital Projects funds. The accompanying graphs show that statewide revenues, expressed in constant dollars, have increased an average of 2.4% over the past ten years while expenditures have increased an average of 2.2% over the same period.

## GENERAL FUND ACTIVITIES

This fund is the major focus of the financial operations of the State. At June 30, 1986, total assets of the general fund were $531.8 million, an increase of $96.4 million from the previous year. Total liabilities of the

General Fund at June 30, 1986, were $442.7 million, an increase of $85.0 million.

Total general revenues, which include taxes, interest and interfund transfers but exclude federal funds and charges for goods and services, increased by $117.3 million over the prior year. However, when compared to the revenue estimates, they fell short of the "original estimate" made in March 1985 by $96.1 million.

General Fund revenues and transfers-in exceeded expenditures and transfers-out by $11.3 million. However, fund balance reserved for specific purposes increased by $22.6 million, largely as a result of funds received from a court award intended to be used to mitigate past energy overcharges by several private businesses. Therefore, the unreserved fund balance that is available for future appropriation actually decreased by $11.3 million and ended the year with a balance of $4.4 million.

The graph on page X illustrates how the General Fund's fund balance, particularly the unreserved portion, has fluctuated significantly over the past ten years. From a high of over $300 million in 1980 it has been at or just slightly above zero for three of the past five years.

## DEBT ADMINISTRATION

The State Constitution prohibits the incurring of general obligation debt. Long-term debt of the State consisted primarily of revenue bonds and notes with an outstanding balance at June 30, 1986 of $112.2 million. The majority of the bonds have been issued by institutions of higher education at interest rates ranging from 4.2% to 15% and will be retired with pledged revenues.

## CASH MANAGEMENT

The State Treasurer manages the cash of the State. Monies are deposited by agencies with the Treasurer and are invested until the cash is needed. At June 30, 1986, there was a total of $566.2 million in cash and pooled investments (for all funds) compared to $581.0 million at June 30, 1985. The State Treasury earned $58.6 million on an accrual basis during the fiscal year ended June 30, 1986. The rate of return for the year was 8.03% compared to 10.73% for the prior year.

## CAPITAL PROJECTS FUNDS

There was construction in progress at June 30, 1986 of $49.6 million, an increase of $21.8 million from the prior fiscal year. Total net expenditures for the Capital Projects Funds also increased by $30.0 million or 84%.

## GENERAL FIXED ASSETS

The general fixed assets of the State are those fixed assets used in the performance of general governmental functions and exclude the fixed assets of enterprise, internal service, and college and university funds. As of June 30, 1986, the general fixed assets of the State amounted to $517.5 million, an increase of 9.5% over the prior year-end balance. This amount represents the

recorded cost of the assets and may be considerably different from their present value. Depreciation of general fixed assets is not recognized in the State's accounting system.

## INDEPENDENT AUDIT

State statutes require an audit of the financial records by the Legislative State Auditor. This requirement is complied with on an annual basis. The State Auditor's opinion concerning these financial statements appears on page 1 of this report.

## ECONOMIC OUTLOOK

The following is a summary of Colorado's economic condition and outlook which was prepared by the State's Planning & Budget Office.

Throughout the 1970's and early 1980's, Colorado's economy grew at a robust rate as measured by many economic indicators. One such indicator, employment, grew at rates averaging 2% above job generation rates at the U.S. level. From 1970 to 1982, Colorado employment grew by almost 75% while U.S. employment grew by barely 25% However, since 1984, Colorado's growth rates have dropped relative to this historic period of expansion and also relative to the U.S. growth rate. From 1982 through 1986, Colorado's employment grew 9.5% while the national employment averaged 11.7%.

Factors accounting for this sluggish growth have been well enumerated. They are: recent layoffs in the transportation industry with the demise of Frontier Airlines; scattered layoffs in manufacturing, specifically in the slumping electronics industry; and the slowing of construction as the excess inventories take their toll in housing, commercial, and retail trade, along with weakness in energy and agriculture. In spite of these weaknesses, Colorado's economy has still managed to expand. Job growth has averaged approximately 20,000 jobs per year since 1985. This rate of growth is expected to continue into 1987.

The composition of this job growth again will reflect not only the transition of the Colorado economy to a lower growth path, but also a general shift to a more service based employment picture. Service employment should continue to be the largest job generator throughout the coming years. In addition, because of the lower rates of employment growth, the composition of employment growth in lower wage sectors and reduced rates of inflation, personal income is expected to grow on the average 3.5 to 4% between 1986 and 1988. This also is down substantially from the double digit growth rates experienced in the 70's and early 80's.

For the first two quarters of the fiscal year ending June 30, 1987, revenue collections have been below expectations and the revenue forecasts have been lowered. The original revenue forecast made in March 1986 has since been lowered by $115.3 million. A number of revenue sources have been below expectations, but the weakness has centered on sales tax collections. Between July and November 1986, cash collections for sales tax receipts are approximately 1.4% below collections for the same period in the prior fiscal year. Income tax collections have also been less than expected. The only

revenue source that consistently out-performed expected levels has been insurance tax receipts. As a result of the weakened financial outlook for Colorado in FY86-87,an approximate 2% general fund budget restriction was ordered in your Executive Order dated November 7, 1986. As of December 1986, there appears to be ample evidence that this 2% restriction will result in a budget cut of approximately $40 million. Under the current September 1986 forecast, this cut is necessary to ensure that the general fund unreserved balance at the end of the current fiscal year does not fall into deficit.

*****

Sound financial reporting is a prerequisite for effective fiscal management. I believe that need has been met in the presentation of this report and that it will assist you, as Governor, as well as the legislature, and others in fulfilling their fiscal responsibilities to the citizens of Colorado. I would also like to acknowledge the contributions of my staff, especially Clifford Hall, Arthur Barnhart, Don Mildenberger, and Tom Hancock, whose hard work made this report possible.

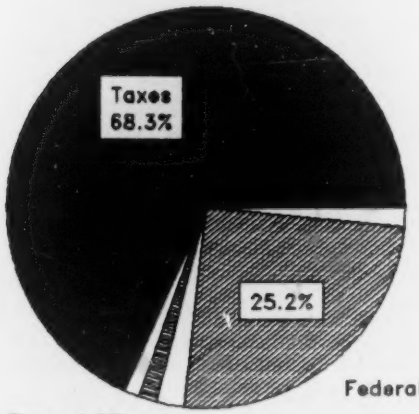
Sincerely,

James A. Stroup

James A. Stroup
State Controller

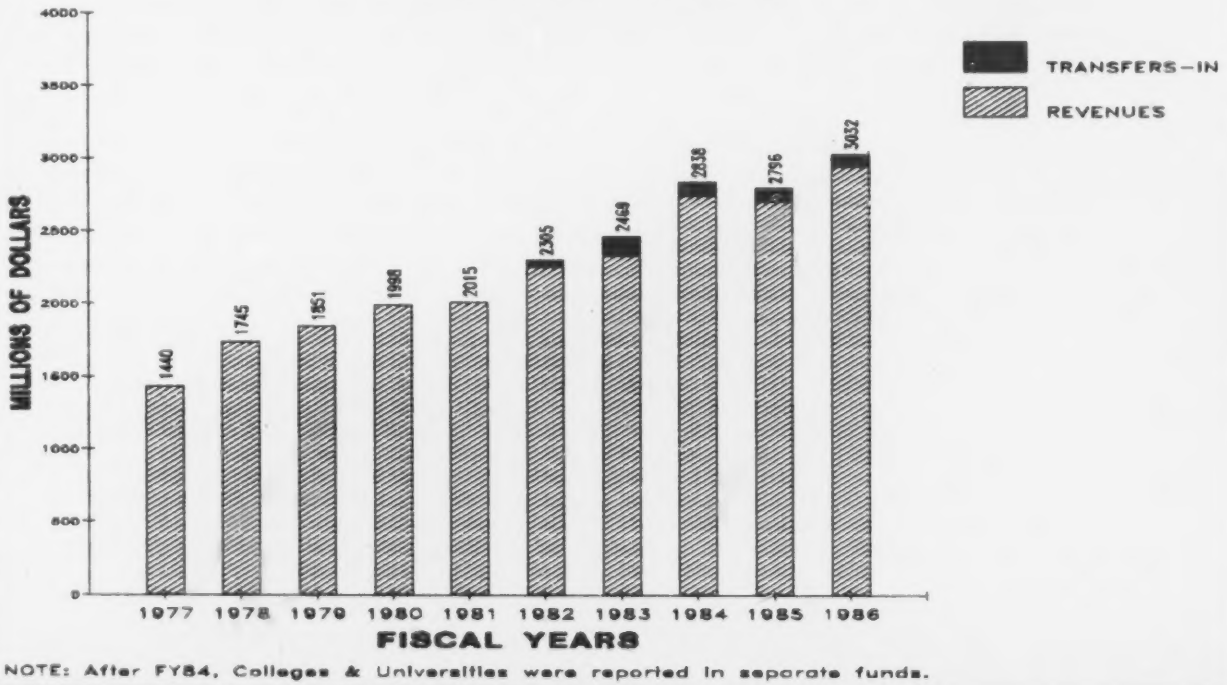
# *STATE OF COLORADO*

## GENERAL FUND
## REVENUES BY SOURCE
### FOR THE YEAR ENDED JUNE 30, 1986




**TOTAL REVENUES: $2,944 MILLION**

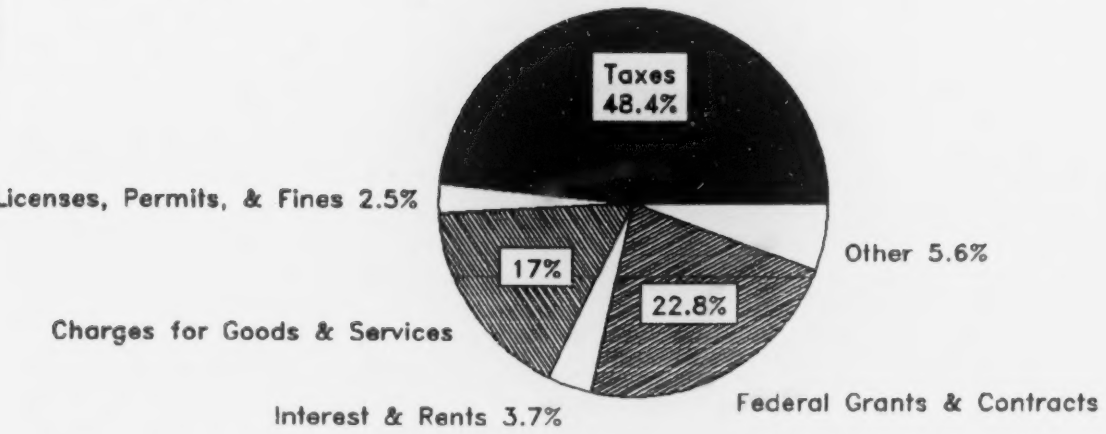
## GENERAL FUND REVENUES AND OPERATING TRANSFERS–IN
## TEN YEAR HISTORY




NOTE: After FY84, Colleges & Universities were reported in seperate funds.

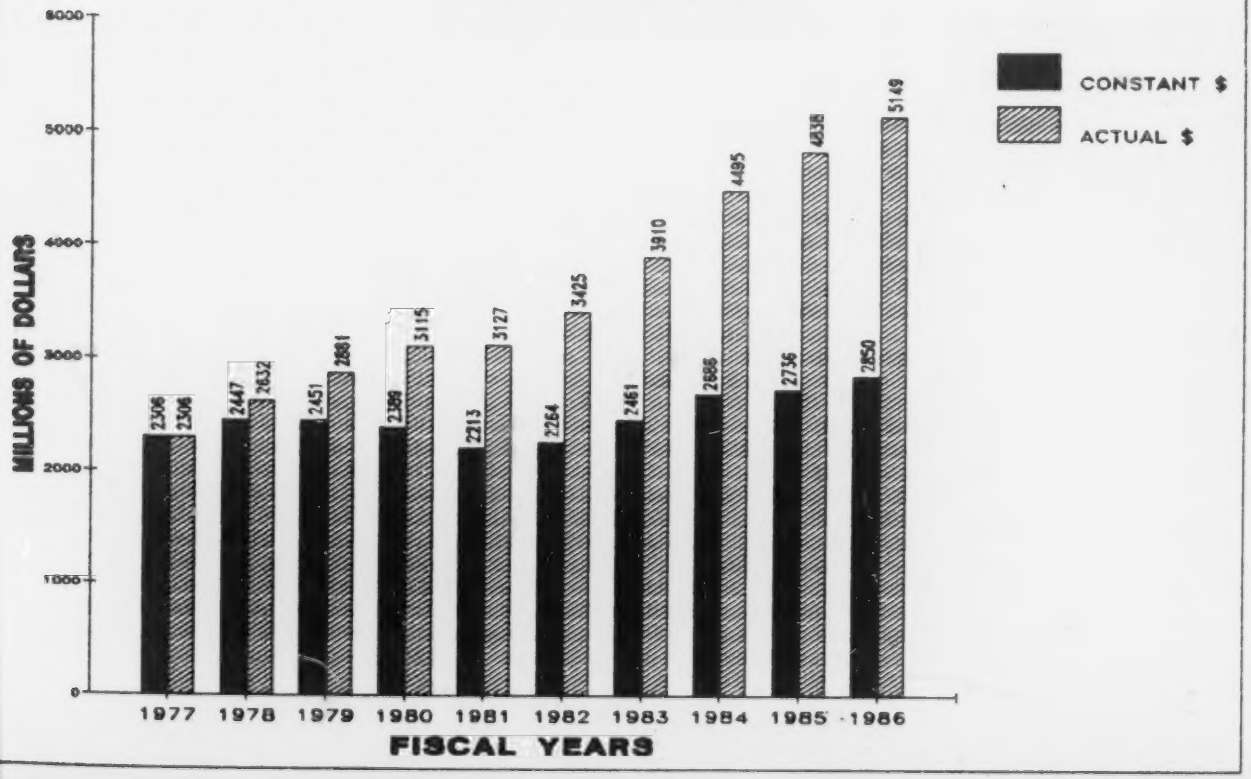
# *STATE OF COLORADO*

## ALL FUNDS
## REVENUES BY SOURCE
### FOR THE YEAR ENDED JUNE 30, 1986



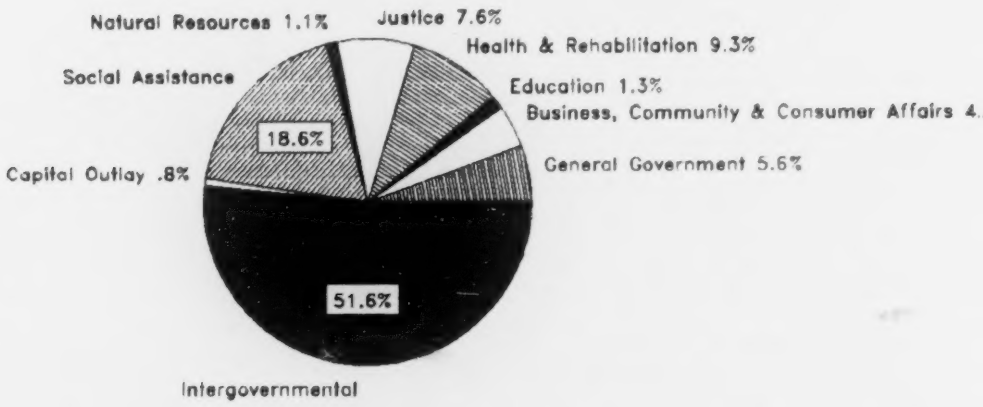

**TOTAL REVENUES: $5,149 MILLION**

## REVENUES – ALL FUNDS
## TEN YEAR HISTORY



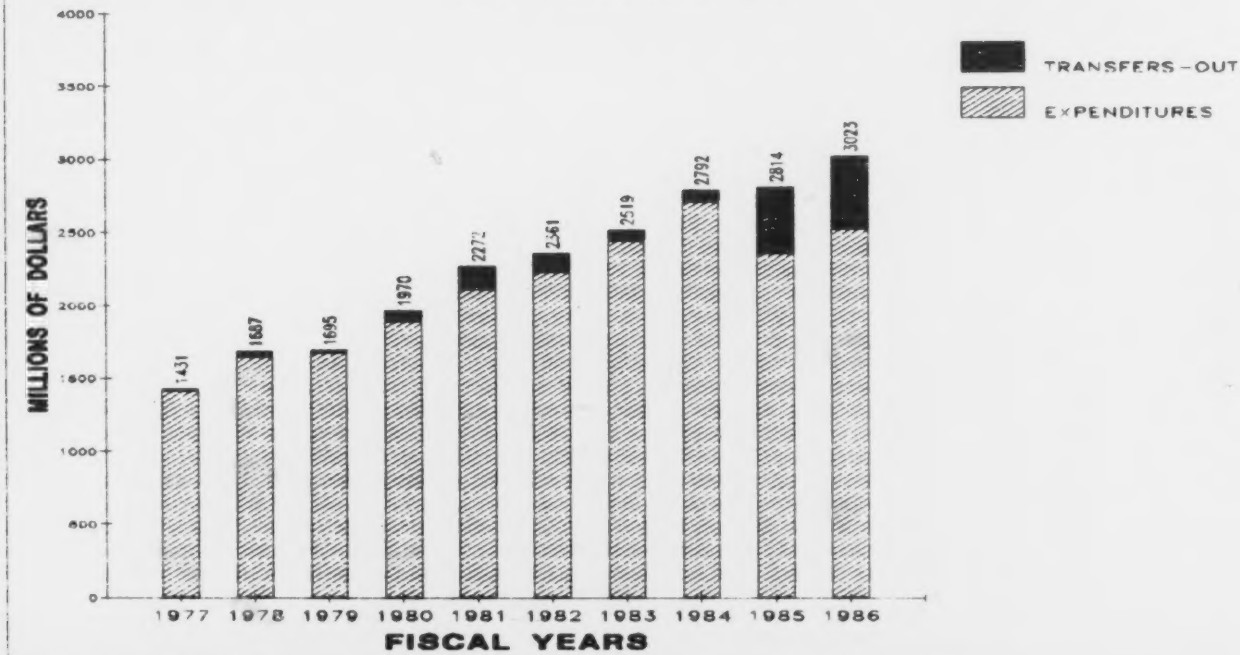
# *STATE OF COLORADO*

## GENERAL FUND
## EXPENDITURES BY FUNCTION
### FOR THE YEAR ENDED JUNE 30, 1986




**TOTAL EXPENDITURES: $2,525 MILLION**

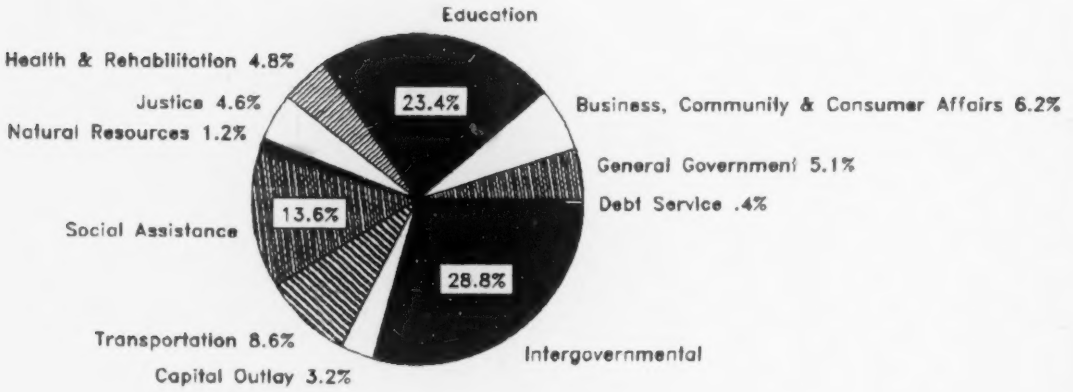
## GENERAL FUND EXPENDITURES AND OPERATING TRANSFERS–OUT
## TEN YEAR HISTORY




NOTE: After FY84, Colleges & Universities were reported in separate funds.

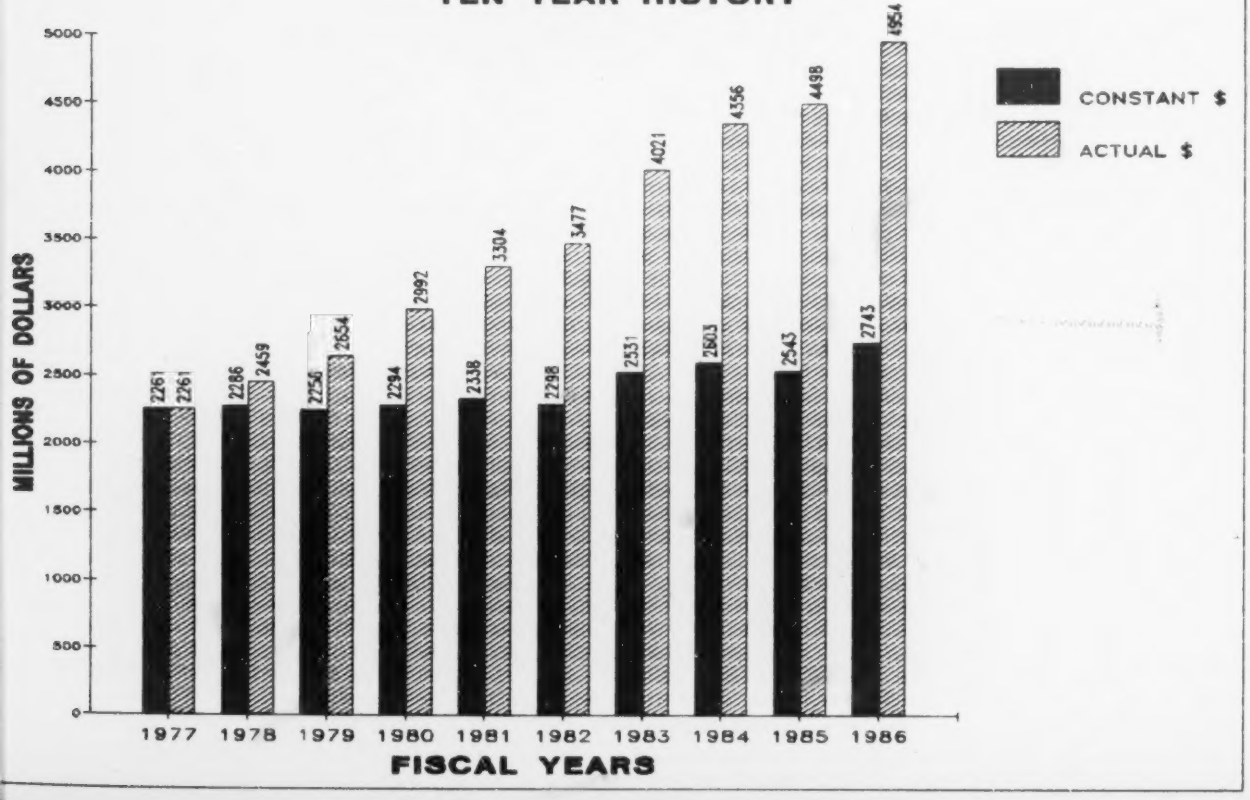
# *STATE OF COLORADO*

## ALL FUNDS
## EXPENDITURES BY FUNCTION
### FOR THE YEAR ENDED JUNE 30, 1986

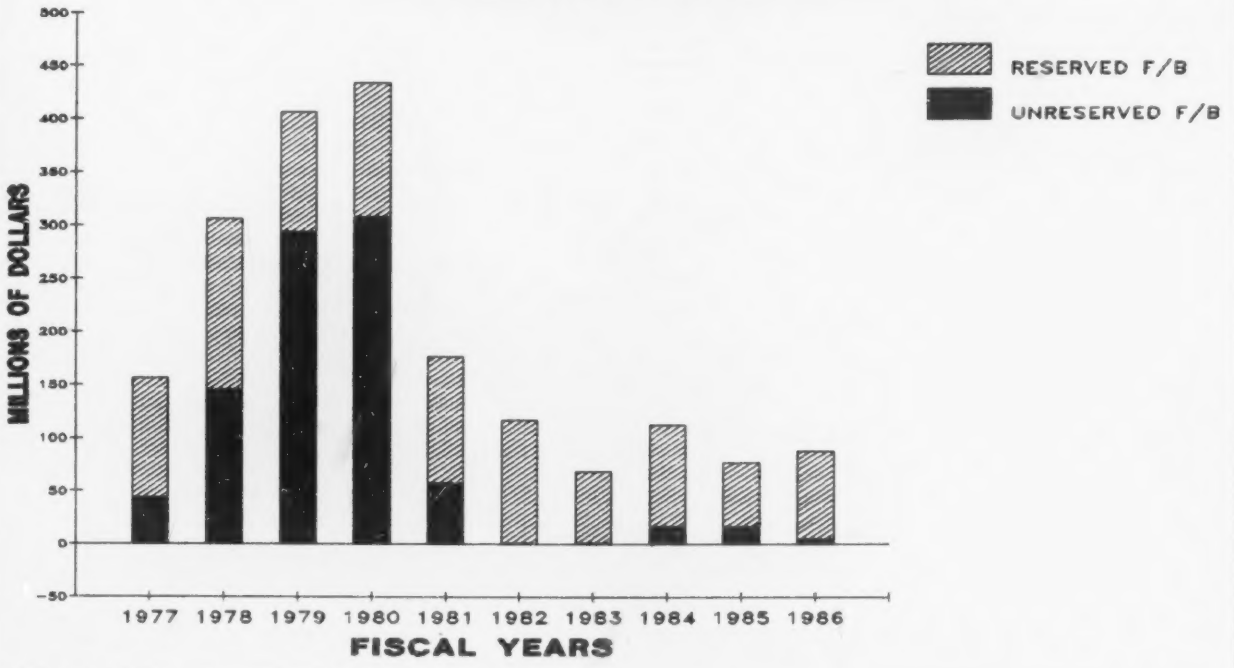



**TOTAL EXPENDITURES: $4,954 MILLION**

## EXPENDITURES – ALL FUNDS
## TEN YEAR HISTORY

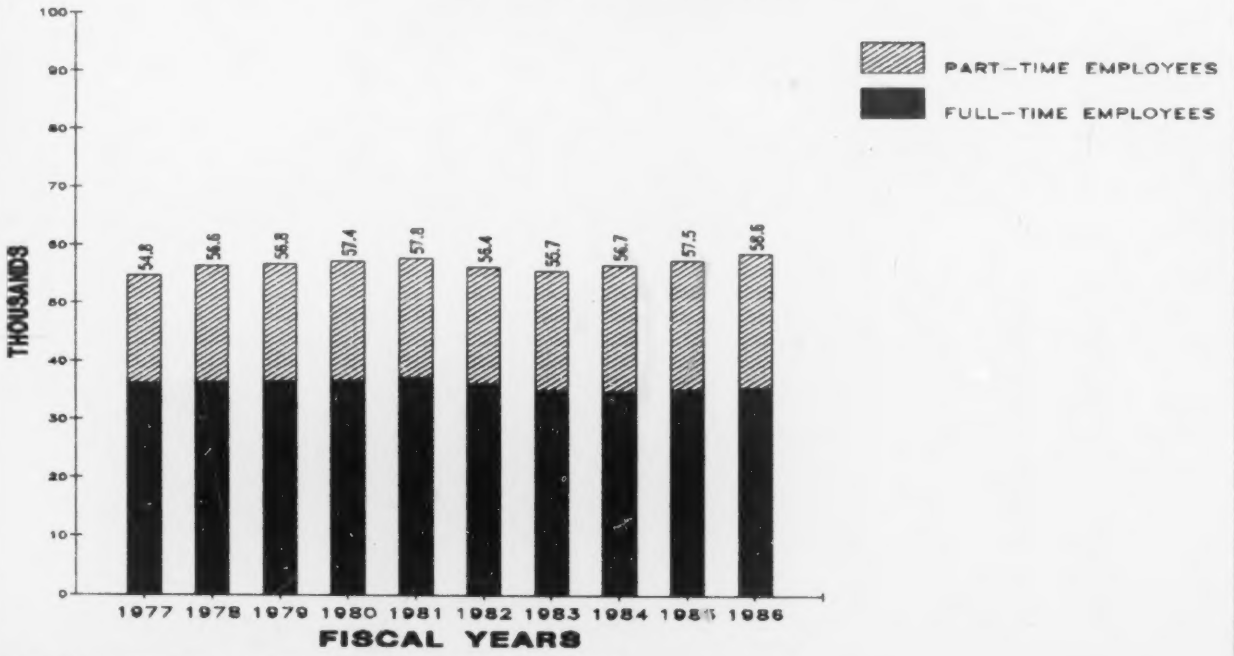


# STATE OF COLORADO
## GENERAL FUND
## RESERVED AND UNRESERVED FUND BALANCE
## TEN YEAR HISTORY



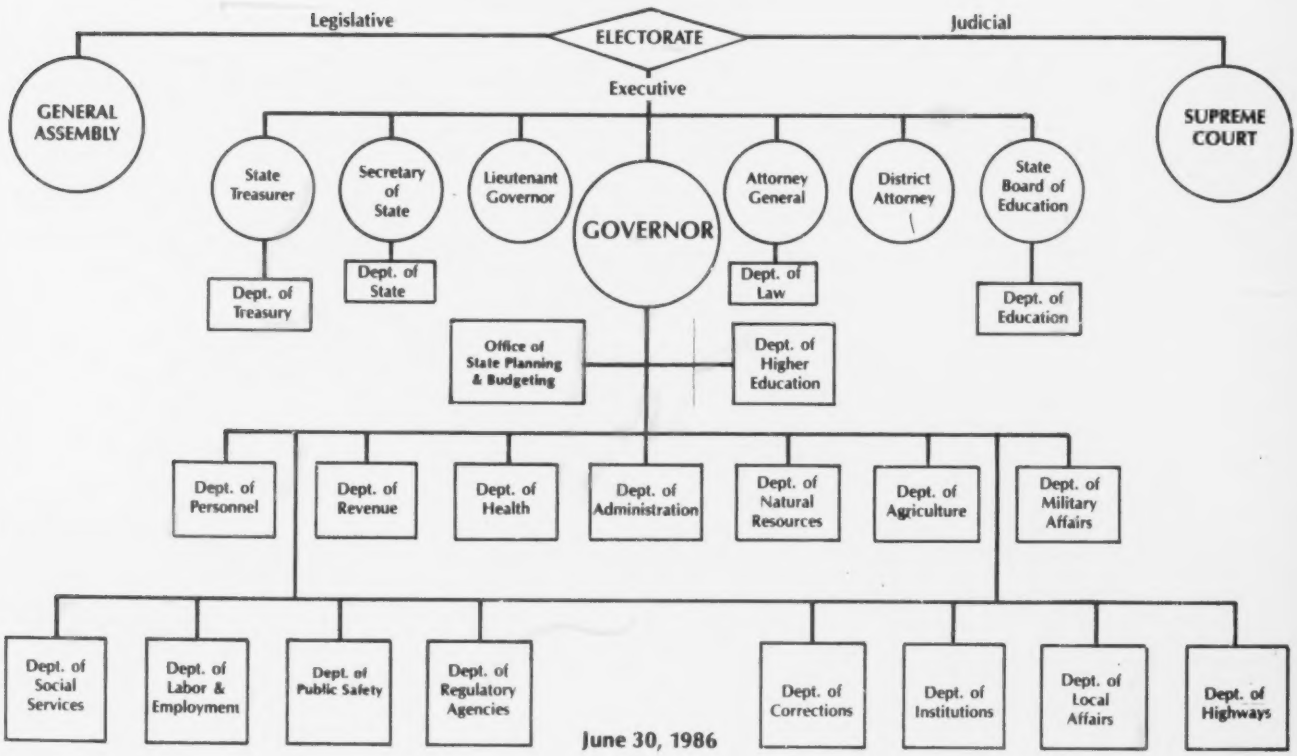

SOURCE: State Controller's Records.

## TOTAL NUMBER OF STATE EMPLOYEES
## TEN YEAR HISTORY




SOURCE: State Controller's Employee Payroll Count.

# STATE OF COLORADO
# ORGANIZATION CHART




June 30, 1986

*STATE OF COLORADO*
PRINCIPAL STATE OFFICIALS

Executive Branch

Governor - Richard D. Lamm

Lieutenant Governor - Nancy Dick

Treasurer - Roy Romer

Attorney General - Duane Woodard

Secretary of State - Natalie Meyer

Judicial Branch

Chief Supreme Court Justice - Joseph R. Quinn

Legislative Branch

President of the Senate - Ted Strickland

Speaker of House of Representatives - Carl Bledsoe

# FINANCIAL SECTION

STATE OF COLORADO

OFFICE OF STATE AUDITOR
(303) 866-2051

TIMOTHY M. O'BRIEN, C.P.A.
State Auditor

Legislative Services Building
200 East 14th Avenue
Denver, Colorado 80203

December 15, 1986

Members of the Legislative Audit Committee:

We have examined the general purpose financial statements of the State of Colorado for the year ended June 30, 1986, as listed in the table of contents. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and other such auditing procedures as we considered necessary in the circumstances.

In our opinion the general purpose financial statements referred to above present fairly the financial position of the State of Colorado at June 30, 1986, and the results of its operations and changes in financial position of its proprietary fund types for the year then ended, in conformity with generally accepted accounting principles which, except for the changes, with which we concur, in the methods of accounting for the State Employee's Deferred Compensation Fund and The Guaranteed Student Loan Program as described in Notes I P and I Q respectively of the financial statements, have been applied on a basis consistent with that of the preceding year.

Our examination was made for the purposes of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund, and individual account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the State of Colorado. Such information has been subjected to the auditing procedures applied in the examination of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

The introductory section, graphic presentations, and statistical data were not audited by us, and accordingly we do not express an opinion on them.

# GENERAL PURPOSE FINANCIAL STATEMENTS

These financial statements provide a summary overview of the financial position of all funds and account groups and of the operating results of all funds.

*STATE OF COLORADO*
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1986
(Expressed in Thousands)

| | GOVERNMENTAL FUND TYPES | | | |
|---|---|---|---|---|
| | GENERAL | SPECIAL REVENUE | DEBT SERVICE | CAPITAL PROJECTS |
| ASSETS: | | | | |
| Cash | $0 | $106,319 | $2,504 | $84,728 |
| Investments | 782 | 0 | 2,443 | 0 |
| Taxes Receivable, net | 324,579 | 35,299 | 0 | 0 |
| Other Receivables, net | 43,377 | 2,053 | 160 | 866 |
| Due From Other Governments | 110,196 | 39,706 | 0 | 3,606 |
| Due From Other Funds | 5,582 | 8,380 | 0 | 30,175 |
| Inventories | 42,530 | 19,478 | 0 | 0 |
| Other Current Assets | 4,753 | 939 | 294 | 0 |
| Property, Plant and Equipment, net | 0 | 0 | 0 | 0 |
| Other Long-term Assets | 0 | 0 | 0 | 35,385 |
| Amount Available in Debt Service Fund | 0 | 0 | 0 | 0 |
| Amount to be Provided for Retirement of Long-term Obligations | 0 | 0 | 0 | 0 |
| TOTAL ASSETS | $531,799 | $212,174 | $5,401 | $154,760 |
| LIABILITIES: | | | | |
| Cash Overdraft | $21,492 | $0 | $0 | $0 |
| Tax Refunds Payable | 148,414 | 0 | 0 | 0 |
| Accounts Payable and Accruals | 118,086 | 57,612 | 1,688 | 10,353 |
| Due to Other Governments | 22,007 | 19,121 | 0 | 0 |
| Due to Other Funds | 41,670 | 7,578 | 0 | 80 |
| Deferred Revenue | 91,053 | 7,456 | 0 | 4,026 |
| Unpaid Insurance Losses | 0 | 0 | 0 | 0 |
| Capital Lease Obligations | 0 | 0 | 0 | 0 |
| Notes and Bonds Payable | 0 | 0 | 0 | 0 |
| Accrued Compensated Absences | 0 | 0 | 0 | 0 |
| Other Long-Term Liabilities | 0 | 0 | 0 | 0 |
| TOTAL LIABILITIES | 442,722 | 91,767 | 1,688 | 14,459 |
| FUND EQUITY: | | | | |
| Investment in Fixed Assets | 0 | 0 | 0 | 0 |
| Contributed Capital | 0 | 0 | 0 | 0 |
| Unreserved Retained Earnings | 0 | 0 | 0 | 0 |
| Fund Balances: | | | | |
| Reserved for: | | | | |
| Inventories | 4,827 | 19,478 | 0 | 0 |
| Continuing Appropriations | 5,929 | 0 | 0 | 61,332 |
| Other Specific Purposes | 73,969 | 100,929 | 3,713 | 74,993 |
| Unreserved: | | | | |
| Designated for Capital Construction | 0 | 0 | 0 | 3,976 |
| Designated for Higher Education | 0 | 0 | 0 | 0 |
| Undesignated | 4,352 | 0 | 0 | 0 |
| TOTAL FUND EQUITY | 89,077 | 120,407 | 3,713 | 140,301 |
| TOTAL LIABILITIES AND FUND EQUITY | $531,799 | $212,174 | $5,401 | $154,760 |

See accompanying notes to financial statements.

| PROPRIETARY FUND TYPES | | FIDUCIARY FUND TYPES | ACCOUNT GROUPS | | | |
|---|---|---|---|---|---|---|
| ENTERPRISE | INTERNAL SERVICE | TRUST & AGENCY | GENERAL FIXED ASSETS | GENERAL LONG-TERM DEBT | COLLEGE AND UNIVERSITY FUNDS | TOTALS (Memo Only) |
| $261,344 | $132 | $293,687 | $0 | $0 | $186,413 | $935,127 |
| 236,598 | 0 | 128,313 | 0 | 0 | 62,989 | 431,125 |
| 0 | 0 | 84,978 | 0 | 0 | 0 | 444,856 |
| 59,269 | 6 | 7,517 | 0 | 0 | 121,229 | 234,477 |
| 3,844 | 26 | 10,270 | 0 | 0 | 4,057 | 171,705 |
| 362 | 6,870 | 34,965 | 0 | 0 | 14,943 | 101,277 |
| 4,382 | 1,305 | 4 | 0 | 0 | 22,384 | 90,083 |
| 227 | 46 | 218 | 0 | 0 | 6,073 | 12,550 |
| 12,403 | 55,667 | 10,611 | 517,515 | 0 | 1,171,115 | 1,767,311 |
| 23 | 0 | 5,231 | 0 | 0 | 317 | 40,956 |
| 0 | 0 | 0 | 0 | 3,713 | 0 | 3,713 |
| 0 | 0 | 0 | 0 | 159,808 | 0 | 159,808 |
| $578,452 | $64,052 | $575,794 | $517,515 | $163,521 | $1,589,520 | $4,392,988 |
| $121 | $1,853 | $89 | $0 | $0 | $0 | $23,555 |
| 0 | 0 | 0 | 0 | 0 | 0 | 148,414 |
| 18,973 | 2,113 | 4,893 | 0 | 0 | 62,001 | 275,719 |
| 5,601 | 4 | 43,576 | 0 | 0 | 0 | 90,309 |
| 2,702 | 16 | 33,921 | 0 | 0 | 15,310 | 101,277 |
| 18,164 | 254 | 4,145 | 0 | 0 | 26,361 | 151,459 |
| 348,541 | 859 | 0 | 0 | 0 | 0 | 349,400 |
| 0 | 1,708 | 64 | 0 | 30,229 | 88,177 | 120,178 |
| 665 | 0 | 0 | 0 | 0 | 111,493 | 112,158 |
| 1,500 | 116 | 11 | 0 | 49,170 | 27,534 | 78,331 |
| 34,437 | 0 | 121,963 | 0 | 84,122 | 0 | 240,522 |
| 430,704 | 6,923 | 208,662 | 0 | 163,521 | 330,876 | 1,691,322 |
| 0 | 0 | 0 | 517,515 | 0 | 1,002,788 | 1,520,303 |
| 6,681 | 39,054 | 0 | 0 | 0 | 0 | 45,735 |
| 141,067 | 18,075 | 0 | 0 | 0 | 0 | 159,142 |
| 0 | 0 | 0 | 0 | 0 | 0 | 24,305 |
| 0 | 0 | 0 | 0 | 0 | 0 | 67,261 |
| 0 | 0 | 367,132 | 0 | 0 | 188,535 | 809,271 |
| 0 | 0 | 0 | 0 | 0 | 0 | 3,976 |
| 0 | 0 | 0 | 0 | 0 | 67,321 | 67,321 |
| 0 | 0 | 0 | 0 | 0 | 0 | 4,352 |
| 147,748 | 57,129 | 367,132 | 517,515 | 0 | 1,258,644 | 2,701,666 |
| $578,452 | $64,052 | $575,794 | $517,515 | $163,521 | $1,589,520 | $4,392,988 |

*STATE OF COLORADO*

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS

FOR THE YEAR ENDED JUNE 30, 1986

(Expressed in Thousands)

| | GOVERNMENTAL FUND TYPES | | | |
|---|---|---|---|---|
| | GENERAL | SPECIAL REVENUE | DEBT SERVICE | CAPITAL PROJECTS |
| REVENUES: | | | | |
| Taxes | $2,012,314 | $250,988 | $0 | $897 |
| Licenses, Permits, and Fines | 35,711 | 88,116 | 0 | 157 |
| Charges for Goods and Services | 43,105 | 651 | 0 | 481 |
| Interest and Rents | 67,507 | 3,144 | 372 | 9,060 |
| Federal Grants and Contracts | 741,055 | 230,107 | 0 | 8,506 |
| Other | 44,298 | 24,052 | 0 | 8,766 |
| TOTAL REVENUES | 2,943,990 | 597,058 | 372 | 27,867 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General Government | 142,279 | 5,761 | 0 | 0 |
| Business, Community and Consumer Affairs | 105,461 | 9,116 | 0 | 0 |
| Education | 33,580 | 0 | 0 | 0 |
| Health and Rehabilitation | 234,806 | 0 | 0 | 0 |
| Justice | 191,009 | 26,142 | 0 | 0 |
| Natural Resources | 27,255 | 30,398 | 0 | 0 |
| Social Assistance | 468,908 | 0 | 0 | 0 |
| Transportation | 2 | 408,185 | 0 | 0 |
| Capital Outlay | 18,768 | 18,990 | 0 | 60,881 |
| Intergovernmental | 1,303,122 | 118,403 | 0 | 4,756 |
| Debt Service | 0 | 0 | 2,941 | 0 |
| TOTALS EXPENDITURES | 2,525,190 | 616,995 | 2,941 | 65,637 |
| Excess of Revenues Over (Under) Expenditures | 418,800 | (19,937) | (2,569) | (37,770) |
| OTHER FINANCING SOURCES (USES): | | | | |
| Operating Transfers In | 87,982 | 56,525 | 2,729 | 99,113 |
| Operating Transfers Out | (498,206) | (33,159) | 0 | (44,774) |
| Other | 2,802 | 0 | 0 | 0 |
| TOTAL OTHER FINANCING SOURCES (USES) | (407,422) | 23,366 | 2,729 | 54,339 |
| Excess of Revenues and Other Sources (Uses) Over (Under) Expenditures | 11,378 | 3,429 | 160 | 16,569 |
| FUND BALANCE, JULY 1 | 77,699 | 118,385 | 3,553 | 123,732 |
| Prior Period Adjustments | 0 | 0 | 0 | 0 |
| Residual Equity Transfers | 0 | (1,407) | 0 | 0 |
| FUND BALANCE, JUNE 30 | $89,077 | $120,407 | $3,713 | $140,301 |

See accompanying notes to financial statements.

| FIDUCIARY FUND TYPE | TOTALS |
|---|---|
| EXPENDABLE TRUST | (Memo Only) |
| $225,993 | $2,490,192 |
| 3,592 | 127,576 |
| 18,367 | 62,604 |
| 34,622 | 114,705 |
| 8,487 | 988,155 |
| 4,561 | 81,677 |
| 295,622 | 3,864,909 |
| 19,032 | 167,072 |
| 1,621 | 116,198 |
| 218 | 33,798 |
| 484 | 235,290 |
| 5,258 | 222,409 |
| 492 | 58,145 |
| 200,618 | 669,526 |
| 0 | 408,187 |
| 189 | 98,828 |
| 0 | 1,426,281 |
| 0 | 2,941 |
| 227,912 | 3,438,675 |
| 67,710 | 426,234 |
| 74,800 | 321,149 |
| (94,784) | (670,923) |
| 0 | 2,802 |
| (19,984) | (346,972) |
| 47,726 | 79,262 |
| 173,043 | 496,412 |
| (22,147) | (22,147) |
| 0 | (1,407) |
| $198,622 | $552,120 |

*STATE OF COLORADO*

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ALL ANNUALLY BUDGETED GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | GENERAL FUND | | |
|---|---|---|---|
| | BUDGET | ACTUAL | VARIANCE |
| REVENUES: | | | |
| Sales, Use and Excise Taxes | $911,200 | $816,254 | ($94,946) |
| Income Taxes: | | | |
| Individual | 1,300,600 | 1,229,781 | (70,819) |
| Corporate | 152,500 | 138,662 | (13,838) |
| Less: Refunds | (312,100) | (270,908) | 41,192 |
| Net Income Taxes | 1,141,000 | 1,097,535 | (43,465) |
| Inheritance and Gift Taxes | 12,600 | 13,700 | 1,100 |
| Other Taxes | 72,000 | 83,532 | 11,532 |
| Licenses, Permits, and Fines | 900 | 6,422 | 5,522 |
| Interest and Rent | 19,100 | 21,224 | 2,124 |
| Other | 22,100 | 44,059 | 21,959 |
| Total General Revenues | 2,178,900 | 2,082,726 | (96,174) |
| Federal and Cash Funding Sources | 1,192,404 | 1,104,680 | (87,724) |
| TOTAL GROSS REVENUES & TRANSFERS | 3,371,304 | 3,187,406 | (183,898) |
| Less: Intrafund Revenues | | (155,434) | |
| Interfund Revenues | | (87,982) | |
| NET REVENUES | | 2,943,990 | |
| EXPENDITURES: | | | |
| Administration | 29,097 | 27,978 | 1,119 |
| Agriculture | 12,350 | 10,724 | 1,626 |
| Corrections | 57,950 | 57,776 | 174 |
| Education | 959,451 | 940,250 | 19,201 |
| Health | 81,451 | 78,673 | 2,778 |
| Higher Education | 415,426 | 413,406 | 2,020 |
| Highways | 2 | 2 | 0 |
| Institutions | 212,817 | 205,731 | 7,086 |
| Judicial Branch | 84,858 | 84,469 | 389 |
| Labor and Employment | 59,056 | 55,882 | 3,174 |
| Law | 19,473 | 16,429 | 3,044 |
| Legislative Branch | 15,400 | 13,312 | 2,088 |
| Local Affairs | 103,499 | 69,811 | 33,688 |
| Military Affairs | 2,696 | 2,686 | 10 |
| Natural Resources | 32,802 | 30,212 | 2,590 |
| Office of Governor | 44,967 | 33,153 | 11,814 |
| Personnel | 3,216 | 3,196 | 20 |
| Public Safety | 20,831 | 13,288 | 7,543 |
| Regulatory Agencies | 29,264 | 25,642 | 3,622 |
| Revenue | 53,368 | 52,345 | 1,023 |
| Secretary of State | 3,505 | 2,398 | 1,107 |
| Social Services | 815,548 | 797,490 | 18,058 |
| Treasury | 51,106 | 51,095 | 11 |
| Other | 38,536 | 37,247 | 1,289 |
| Total Appropriated Expenditures & Transfers | 3,146,669 | 3,023,198 | 123,471 |

| SPECIAL REVENUE FUNDS | | | TOTALS (Memorandum Only) | | |
|---|---|---|---|---|---|
| BUDGET | ACTUAL | VARIANCE | BUDGET | ACTUAL | VARIANCE |
| $0 | $0 | $0 | $911,200 | $816,254 | ($94,946) |
| 0 | 0 | 0 | 1,300,600 | 1,229,781 | (70,819) |
| 0 | 0 | 0 | 152,500 | 138,662 | (13,838) |
| 0 | 0 | 0 | (312,100) | (270,908) | 41,192 |
| 0 | 0 | 0 | 1,141,000 | 1,097,535 | (43,465) |
| 0 | 0 | 0 | 12,600 | 13,700 | 1,100 |
| 0 | 0 | 0 | 72,000 | 83,532 | 11,532 |
| 0 | 0 | 0 | 900 | 6,422 | 5,522 |
| 0 | 0 | 0 | 19,100 | 21,224 | 2,124 |
| 0 | 0 | 0 | 22,100 | 44,059 | 21,959 |
| 0 | 0 | 0 | 2,178,900 | 2,082,726 | (96,174) |
| 46,043 | 56,772 | 10,729 | 1,238,447 | 1,161,452 | (76,995) |
| 46,043 | 56,772 | 10,729 | 3,417,347 | 3,244,178 | (173,169) |
| | 0 | | | (155,434) | |
| | (4,814) | | | (92,796) | |
| | 51,958 | | | 2,995,948 | |
| 0 | 0 | 0 | 29,097 | 27,978 | 1,119 |
| 0 | 0 | 0 | 12,350 | 10,724 | 1,626 |
| 0 | 0 | 0 | 57,950 | 57,776 | 174 |
| 0 | 0 | 0 | 959,451 | 940,250 | 19,201 |
| 0 | 0 | 0 | 81,451 | 78,673 | 2,778 |
| 0 | 0 | 0 | 415,426 | 413,406 | 2,020 |
| 0 | 0 | 0 | 2 | 2 | 0 |
| 0 | 0 | 0 | 212,817 | 205,731 | 7,086 |
| 0 | 0 | 0 | 84,858 | 84,469 | 389 |
| 9,868 | 9,116 | 752 | 68,924 | 64,998 | 3,926 |
| 0 | 0 | 0 | 19,473 | 16,429 | 3,044 |
| 0 | 0 | 0 | 15,400 | 13,312 | 2,088 |
| 0 | 0 | 0 | 103,499 | 69,811 | 33,688 |
| 0 | 0 | 0 | 2,696 | 2,686 | 10 |
| 36,175 | 35,177 | 998 | 68,977 | 65,389 | 3,588 |
| 0 | 0 | 0 | 44,967 | 33,153 | 11,814 |
| 0 | 0 | 0 | 3,216 | 3,196 | 20 |
| 0 | 0 | 0 | 20,831 | 13,288 | 7,543 |
| 0 | 0 | 0 | 29,264 | 25,642 | 3,622 |
| 0 | 0 | 0 | 53,368 | 52,345 | 1,023 |
| 0 | 0 | 0 | 3,505 | 2,398 | 1,107 |
| 0 | 0 | 0 | 815,548 | 797,490 | 18,058 |
| 0 | 0 | 0 | 51,106 | 51,095 | 11 |
| 0 | 0 | 0 | 38,536 | 37,247 | 1,289 |
| 46,043 | 44,293 | 1,750 | 3,192,712 | 3,067,491 | 125,221 |

(Continued on next page)

| | GENERAL FUND | | |
|---|---|---|---|
| | BUDGET | ACTUAL | VARIANCE |
| Expenditures Provided by Law Rather Than by Appropriation..... | | 152,830 | |
| GAAP Basis Expenditures..... | | 2,802 | |
| TOTAL GROSS EXPENDITURES & TRANSFERS..... | | 3,178,830 | |
| Less: Intrafund Expenditures..... | | (155,434) | |
| Interfund Expenditures..... | | (498,206) | |
| NET EXPENDITURES..... | | 2,525,190 | |
| Excess of Revenues Over (Under) Expenditures.. | | 418,800 | |
| OTHER FINANCING SOURCES (USES)..... | | (407,422) | |
| Excess of Revenues and Other Sources (Uses) Over (Under) Expenditures..... | | 11,378 | |
| FUND BALANCES, JULY 1..... | | 77,699 | |
| Prior Period Adjustments..... | | 0 | |
| Residual Equity Transfers ..... | | 0 | |
| FUND BALANCES, JUNE 30..... | | $89,077 | |

See acompanying notes to financial statements.

| SPECIAL REVENUE FUNDS | | | TOTALS (Memorandum Only) | | |
|---|---|---|---|---|---|
| BUDGET | ACTUAL | VARIANCE | BUDGET | ACTUAL | VARIANCE |
| | 0 | | | 152,830 | |
| | 0 | | | 2,802 | |
| | 44,293 | | | 3,223,123 | |
| | 0 | | | (155,434) | |
| | (3,468) | | | (501,674) | |
| | 40,825 | | | 2,566,015 | |
| | 11,133 | | | 429,933 | |
| | 1,346 | | | (406,076) | |
| | 12,479 | | | 23,857 | |
| | 416 | | | 78,115 | |
| | 0 | | | 0 | |
| | 0 | | | 0 | |
| | $12,895 | | | $101,972 | |

*STATE OF COLORADO*

COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | PROPRIETARY FUND TYPES | | FIDUCIARY FUND TYPE | |
|---|---|---|---|---|
| | ENTERPRISE | INTERNAL SERVICE | NONEXPENDABLE TRUST | TOTALS (Memo Only) |
| OPERATING REVENUES: | | | | |
| Charges for Goods & Services | $275,965 | $35,693 | $0 | $311,658 |
| Interest & Rents | 40,404 | 1,407 | 13,678 | 55,489 |
| Federal Grants & Contracts | 12,537 | 0 | 0 | 12,537 |
| Other | 5,297 | 3 | 0 | 5,300 |
| TOTAL OPERATING REVENUES | 334,203 | 37,103 | 13,678 | 384,984 |
| OPERATING EXPENSES: | | | | |
| Salaries & Fringe Benefits | 26,960 | 9,243 | 0 | 36,203 |
| Operating | 24,400 | 16,785 | 391 | 41,576 |
| Depreciation | 1,241 | 4,106 | 0 | 5,347 |
| Travel | 331 | 12 | 0 | 343 |
| Grants to Organizations & Individuals | 176,738 | 0 | 0 | 176,738 |
| Prizes | 51,605 | 0 | 0 | 51,605 |
| Other | 11,004 | 1,391 | 548 | 12,943 |
| TOTAL OPERATING EXPENSES | 292,279 | 31,537 | 939 | 324,755 |
| Income (Loss) Before Operating Transfers | 41,924 | 5,566 | 12,739 | 60,229 |
| OPERATING TRANSFERS: | | | | |
| Operating Transfers In | 2,116 | 0 | 0 | 2,116 |
| Operating Transfers Out | (36,842) | 0 | (1,021) | (37,863) |
| Income Before Extraordinary Item | 7,198 | 5,566 | 11,718 | 24,482 |
| PRIOR PERIOD ADJUSTMENT | 270 | 630 | 0 | 900 |
| Net Income/Change in Retained Earnings | 7,468 | 6,196 | 11,718 | 25,382 |
| OTHER CHANGES IN FUND EQUITY: | | | | |
| Residual Equity Transfer | 0 | 1,407 | 0 | 1,407 |
| Net Change in Fund Equity | 7,468 | 7,603 | 11,718 | 26,789 |
| FUND EQUITY, JULY 1 | 140,280 | 49,526 | 156,792 | 346,598 |
| FUND EQUITY, JUNE 30 | $147,748 | $57,129 | $168,510 | $373,387 |

See accompanying notes to financial statements.

*STATE OF COLORADO*

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION
PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | PROPRIETARY FUND TYPES | | FIDUCIARY FUND TYPE | |
|---|---|---|---|---|
| | ENTERPRISE | INTERNAL SERVICE | NONEXPENDABLE TRUST | TOTALS (Memo Only) |
| SOURCES OF WORKING CAPITAL: | | | | |
| Operations: | | | | |
| Net Income | $7,468 | $6,196 | $11,718 | $25,382 |
| Item Not Requiring Working Capital: | | | | |
| Depreciation | 1,241 | 4,106 | 0 | 5,347 |
| Working Capital Provided by Operations | 8,709 | 10,302 | 11,718 | 30,729 |
| Net Decrease In: | | | | |
| Property, Plant and Equipment | 0 | 0 | 1,154 | 1,154 |
| Other Long-Term Assets | 223,670 | 0 | 39,295 | 262,965 |
| Net Increase In: | | | | |
| Unpaid Insurance Losses | 39,878 | 859 | 0 | 40,737 |
| Capital Lease Obligations | 0 | 259 | 0 | 259 |
| Notes and Bonds Payable | 665 | 0 | 0 | 665 |
| Accrued Compensated Absences | 180 | 2 | 0 | 182 |
| Other Long-Term Liabilities | 6,521 | 0 | 0 | 6,521 |
| Equity Transfer In | 0 | 1,407 | 0 | 1,407 |
| TOTAL SOURCES OF WORKING CAPITAL | 279,623 | 12,829 | 52,167 | 344,619 |
| USES OF WORKING CAPITAL: | | | | |
| Net Increase In: | | | | |
| Property, Plant and Equipment | 3,412 | 14,390 | 0 | 17,802 |
| Net Decrease In: | | | | |
| Capital Lease Obligations | 11 | 155 | 0 | 166 |
| Other Long-Term Liabilities | 5,601 | 4 | 0 | 5,605 |
| TOTAL USES OF WORKING CAPITAL | 9,024 | 14,549 | 0 | 23,573 |
| NET INCREASE (DECREASE) IN WORKING CAPITAL | $270,599 | ($1,720) | $52,167 | $321,046 |
| ELEMENTS OF NET INCREASE (DECREASE) IN WORKING CAPITAL: | | | | |
| Cash | $34,347 | $22 | $5,669 | 40,038 |
| Investments | 236,598 | 0 | 46,747 | 283,345 |
| Receivables, net | 10,635 | (53) | 0 | 10,582 |
| Due From Other Governments | (4,734) | 26 | (277) | (4,985) |
| Due From Other Funds | 294 | 324 | 0 | 618 |
| Inventories | (4) | (22) | 0 | (26) |
| Other Current Assets | 87 | 31 | 0 | 118 |
| Cash Overdraft | 72 | (1,090) | 0 | (1,018) |
| Accounts Payable and Accrued Liabilities | (4,128) | (711) | 0 | (4,839) |
| Due to Other Governments | (5,601) | (4) | 0 | (5,605) |
| Due to Other Funds | (1,690) | (12) | 10 | (1,692) |
| Deferred Revenue | 4,723 | (231) | 18 | 4,510 |
| NET INCREASE (DECREASE) IN WORKING CAPITAL | $270,599 | ($1,720) | $52,167 | $321,046 |

See accompanying notes to financial statements.

*STATE OF COLORADO*
COMBINED BALANCE SHEET
ALL COLLEGE AND UNIVERSITY FUNDS
JUNE 30, 1986
(Expressed in Thousands)

| | CURRENT FUNDS | |
|---|---|---|
| | UNRESTRICTED | RESTRICTED |
| ASSETS: | | |
| Cash and Cash Equivalents | $82,922 | $7,278 |
| Investments | 9,793 | 5,075 |
| Accounts Receivable: | | |
| Tuition, Fees, and Charges for Services, net | 43,758 | 12,554 |
| Intergovernmental | 54 | 3,943 |
| Unbilled Charges | 405 | 3,596 |
| Other | 1,773 | 236 |
| Total Accounts Receivable | 45,990 | 20,329 |
| Loans and Notes Receivable, net | 2,091 | 61 |
| Due From Other Funds | 8,348 | 3,732 |
| Inventories | 22,294 | 90 |
| Other Current Assets | 5,577 | 28 |
| Plant Facilities: | | |
| Land and Improvements | 0 | 0 |
| Buildings and Improvements | 0 | 0 |
| Construction in Progress | 0 | 0 |
| Machinery and Equipment | 0 | 0 |
| Library Books | 0 | 0 |
| Other Long-Term Assets | 0 | 0 |
| TOTAL ASSETS | $177,015 | $36,593 |
| LIABILITIES: | | |
| Accounts Payable | $16,841 | $2,440 |
| Accrued Liabilities | 29,210 | 6,262 |
| Due to Other Funds | 10,277 | 740 |
| Deferred Credits | 25,765 | 287 |
| Capital Lease Obligations | 0 | 0 |
| Revenue Bonds and Other Notes Payable | 128 | 0 |
| Accrued Compensated Absences | 27,473 | 61 |
| TOTAL LIABILITIES | 109,694 | 9,790 |
| FUND BALANCES: | | |
| Investment in Fixed Assets | 0 | 0 |
| Reserved | 0 | 26,803 |
| Unreserved | 67,321 | 0 |
| TOTAL FUND BALANCES | 67,321 | 26,803 |
| TOTAL LIABILITIES AND FUND BALANCES | $177,015 | $36,593 |

See accompanying notes to financial statements.

| LOAN FUNDS | ENDOWMENT FUNDS | PLANT FUNDS: UNEXPENDED | PLANT FUNDS: RETIREMENT OF INDEBTEDNESS | PLANT FUNDS: INVESTMENT IN PLANT | TOTALS |
|---|---|---|---|---|---|
| $5,727 | $7,187 | $65,922 | $17,377 | $0 | $186,413 |
| 0 | 12,652 | 26,366 | 9,103 | 0 | 62,989 |
| 1,797 | 607 | 2,773 | 97 | 0 | 61,586 |
| 14 | 0 | 7 | 39 | 0 | 4,057 |
| 0 | 0 | 0 | 12 | 0 | 4,013 |
| 436 | 38 | 80 | 205 | 0 | 2,768 |
| 2,247 | 645 | 2,860 | 353 | 0 | 72,424 |
| 50,555 | 43 | 112 | 0 | 0 | 52,862 |
| 40 | 1,003 | 1,267 | 553 | 0 | 14,943 |
| 0 | 0 | 0 | 0 | 0 | 22,384 |
| 32 | 3 | 0 | 0 | 433 | 6,073 |
| 0 | 2,289 | 0 | 0 | 64,575 | 66,864 |
| 0 | 0 | 0 | 0 | 661,783 | 661,783 |
| 0 | 0 | 51,191 | 0 | 0 | 51,191 |
| 0 | 0 | 0 | 0 | 297,182 | 297,182 |
| 0 | 0 | 0 | 0 | 94,095 | 94,095 |
| 0 | 0 | 0 | 0 | 317 | 317 |
| $58,601 | $23,822 | $147,718 | $27,386 | $1,118,385 | $1,589,520 |
| $21 | $0 | $2,545 | $51 | $0 | $21,898 |
| 20 | 64 | 1,807 | 2,740 | 0 | 40,103 |
| 0 | 51 | 361 | 0 | 3,881 | 15,310 |
| 164 | 27 | 0 | 118 | 0 | 26,361 |
| 0 | 0 | 71,961 | 0 | 16,216 | 88,177 |
| 0 | 0 | 15,865 | 0 | 95,500 | 111,493 |
| 0 | 0 | 0 | 0 | 0 | 27,534 |
| 205 | 142 | 92,539 | 2,909 | 115,597 | 330,876 |
| 0 | 0 | 0 | 0 | 1,002,788 | 1,002,788 |
| 58,396 | 23,680 | 55,179 | 24,477 | 0 | 188,535 |
| 0 | 0 | 0 | 0 | 0 | 67,321 |
| 58,396 | 23,680 | 55,179 | 24,477 | 1,002,788 | 1,258,644 |
| $58,601 | $23,822 | $147,718 | $27,386 | $1,118,385 | $1,589,520 |

*STATE OF COLORADO*

COMBINED STATEMENT OF CHANGES IN FUND BALANCES
ALL COLLEGE AND UNIVERSITY FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | CURRENT FUNDS | |
|---|---|---|
| | UNRESTRICTED | RESTRICTED |
| REVENUES AND OTHER ADDITIONS: | | |
| Tuition and Fees | $250,228 | $447 |
| Federal Grants and Contracts | 3,415 | 168,163 |
| State & Local Grants and Contracts | 257 | 5,974 |
| Private Gifts, Grants, and Contracts | 1,993 | 42,980 |
| Investment Income | 11,442 | 1,659 |
| Sales & Services of Educational Activities | 40,704 | 30 |
| Sales & Services of Auxiliaries and Hospitals | 209,153 | 0 |
| Realized Gain (Loss) on Investments | 9 | 0 |
| Interest on Loans Receivable | 0 | 0 |
| Retirement of Indebtedness | 0 | 0 |
| Other | 11,745 | 3,401 |
| TOTAL REVENUES AND OTHER ADDITIONS | 528,946 | 222,654 |
| EXPENDITURES AND OTHER DEDUCTIONS: | | |
| Educational and General: | | |
| Instruction | 288,185 | 45,107 |
| Research | 18,416 | 104,600 |
| Public Service | 24,001 | 11,860 |
| Academic Support | 63,306 | 5,826 |
| Student Services | 62,127 | 5,688 |
| Institutional Support | 74,764 | 3,266 |
| Operation of Plant | 62,511 | 172 |
| Scholarships and Fellowships | 2,889 | 52,779 |
| TOTAL EDUCATIONAL AND GENERAL | 596,199 | 229,298 |
| Auxiliaries and Hospitals | 227,732 | 518 |
| Loan Cancellation and Write-off | 52 | 0 |
| Expended for Plant Facilities | 0 | 0 |
| Retirement of Indebtedness | 0 | 0 |
| Interest on Indebtedness | 0 | 0 |
| Disposal of Plant Facilities | 0 | 0 |
| Other | 1,632 | 12,176 |
| TOTAL EXPENDITURES AND OTHER DEDUCTIONS | 825,615 | 241,992 |
| TRANSFERS BETWEEN FUNDS - (ADDITIONS)/DEDUCTIONS: | | |
| Mandatory Transfers | 11,763 | 133 |
| Nonmandatory Transfers | 15,706 | 587 |
| Operating Transfers from State Funds | (335,846) | (29,769) |
| TOTAL EXPENDITURES, DEDUCTIONS & TRANSFERS | 517,238 | 212,943 |
| Net Increase (Decrease) in Fund Balances | 11,708 | 9,711 |
| FUND BALANCE, JULY 1 | 55,613 | 17,092 |
| FUND BALANCE, JUNE 30 | $67,321 | $26,803 |

See accompanying notes to financial statements.

| LOAN FUNDS | ENDOWMENT FUNDS | PLANT FUNDS: UNEXPENDED | PLANT FUNDS: RETIREMENT OF INDEBTEDNESS | PLANT FUNDS: INVESTMENT IN PLANT | TOTALS |
|---|---|---|---|---|---|
| $0 | $0 | $0 | $1,126 | $0 | $251,801 |
| 1,264 | 0 | 562 | 168 | 0 | 173,572 |
| 0 | 0 | 0 | 0 | 0 | 6,231 |
| 45 | 421 | 426 | 0 | 201 | 46,066 |
| 241 | 713 | 4,538 | 1,508 | 0 | 20,101 |
| 0 | 0 | 0 | 0 | 0 | 40,734 |
| 0 | 0 | 0 | 0 | 0 | 209,153 |
| 24 | 1,073 | (6) | 0 | 0 | 1,100 |
| 1,559 | 0 | 0 | 0 | 0 | 1,559 |
| 0 | 0 | 17 | 0 | 12,174 | 12,191 |
| 509 | 350 | 45,142 | 1,271 | 74,115 | 136,533 |
| 3,642 | 2,557 | 50,679 | 4,073 | 86,490 | 899,041 |
| 0 | 0 | 0 | 0 | 0 | 333,292 |
| 0 | 0 | 0 | 0 | 0 | 123,016 |
| 0 | 0 | 0 | 0 | 0 | 35,861 |
| 0 | 0 | 0 | 0 | 0 | 69,132 |
| 1,225 | 296 | 0 | 7 | 0 | 69,343 |
| 0 | 0 | 0 | 0 | 0 | 78,030 |
| 0 | 0 | 0 | 0 | 0 | 62,683 |
| 0 | 0 | 0 | 0 | 0 | 55,668 |
| 1,225 | 296 | 0 | 7 | 0 | 827,025 |
| 0 | 0 | 0 | 0 | 0 | 228,250 |
| 1,176 | 0 | 0 | 0 | 0 | 1,228 |
| 0 | 0 | 62,386 | 0 | 0 | 62,386 |
| 0 | 0 | 0 | 7,069 | 0 | 7,069 |
| 0 | 0 | 166 | 12,052 | 421 | 12,639 |
| 0 | 0 | 0 | 0 | 13,969 | 13,969 |
| 233 | 1,231 | 5,401 | 289 | 17,195 | 38,157 |
| 2,634 | 1,527 | 67,953 | 19,417 | 31,585 | 1,190,723 |
| (121) | 0 | 9,252 | (21,027) | 0 | 0 |
| 14 | 382 | (12,321) | (4,368) | 0 | 0 |
| 0 | 0 | (19,906) | 0 | 0 | (385,521) |
| 2,527 | 1,909 | 44,978 | (5,978) | 31,585 | 805,202 |
| 1,115 | 648 | 5,701 | 10,051 | 54,905 | 93,839 |
| 57,281 | 23,032 | 49,478 | 14,426 | 947,883 | 1,164,805 |
| $58,396 | $23,680 | $55,179 | $24,477 | $1,002,788 | $1,258,644 |

## NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the State of Colorado conform to generally accepted accounting principles applicable to governmental units.

### A. REPORTING ENTITY

For financial reporting purposes the State of Colorado entity includes all fund types, account groups, departments and agencies as well as colleges and universities over which the state's executive, legislative and judicial branches exercise oversight responsibility. This is in accordance with the National Council on Government Accounting Statement 3 which has since been adopted by the Governmental Accounting Standards Board in their Statement 1. Oversight responsibility is defined to include the following:

1. Selection of governing authority;
2. Designation of management;
3. Ability to significantly influence operations;
4. Accountability for fiscal matters:
5. Scope of public service and special financing relationships.

### B. FUND STRUCTURE AND BASIS OF ACCOUNTING

The financial activities of the State are organized on the basis of individual funds and account groups. The operations of each fund, which are separate accounting entities, are recorded in discrete sets of self-balancing accounts that comprise the assets, liabilities, fund equity, revenues and expenditures or expenses of that entity. For financial statement presentation, similar funds have been combined into fund types and categories.

#### GOVERNMENTAL FUND TYPES

##### General Fund:

Transactions related to resources obtained and used for those services traditionally provided by a state government, which are not accounted for in other funds are accounted for in the General Fund. Resources obtained from federal grants which support general governmental activities are accounted for in the General Fund consistent with applicable legal requirements.

##### Special Revenue Funds:

Transactions related to resources obtained from specific sources, which are restricted to specific purposes are accounted for in the special revenue funds. The individual funds include the Highway Fund, Wildlife Fund, and the Labor Fund.

Debt Service Fund:

This fund is used to account for the accumulation of resources for, and the payment of interest and principal for certain long-term lease purchase agreements which are recorded in the Long-Term Debt Group of Accounts.

Capital Projects Funds:

Transactions related to resources obtained and used for acquisition, construction, or improvement of State owned facilities other than those financed by college and university fund types are accounted for in the capital projects funds. Construction projects which are provided to political subdivisions or other organizations are also recorded in these funds. The Capital Construction Fund accounts for projects that have been appropriated by the Legislature and are financed from operating transfers from the general fund, lottery fund and federal grants. The revenues for the non-appropriated Special Capital Construction fund are largely from private grants and donations as well as federal grants.

PROPRIETARY FUND TYPES

Enterprise Funds:

Enterprise funds account for operations where it is the intent of the State that the functions be self-sustaining while providing goods or services to the general public.

Internal Service Fund:

Internal Service funds account for the operation of state agencies which provide services and commodities to other state agencies on a cost reimbursement basis.

FIDUCIARY FUND TYPES

Trust and Agency Funds:

These funds are similar in nature, with the State being custodian of monies received, and therefore are combined and reported as a group.

Expendable Trust funds account for assets held by the State in a trustee capacity where income as well as principal may be expended for designated operations.

Nonexpendable Trust funds account for assets held by the State in a trustee capacity where only income earned on the principal may be expended for designated operations. The principal must remain intact.

Agency funds are strictly custodial in nature with the State acting as an agent to maintain and distribute the funds to other governmental units or designated beneficiaries.

COLLEGE AND UNIVERSITY FUNDS

Transactions related to the financial activities of the State's higher education institutions and the University of Colorado Health Sciences Center are accounted for in the College and University Funds. The financial statements for these funds have been prepared in accordance with the AICPA "Industry Audit Guide - Audits of Colleges and Universities" and accordingly, are presented in a separate column in the combined balance sheet along with a separate combined balance sheet and a statement of changes in fund balances for all College and University funds.

ACCOUNT GROUPS

General Fixed Asset Group of Accounts

Fixed assets used in Governmental fund type operations such as land, buildings, other improvements, and equipment are accounted for in the General Fixed Assets Account Group rather than in governmental funds. Generally all items having a cost in excess of $500 and an estimated useful life of two years or more are capitalized. Fixed assets utilized in enterprise, internal service, and trust and agency fund operations are recorded in those funds and depreciation of those assets is charged as an expense of operation in those funds.

Infrastructure assets, consisting principally of highways, roads, and bridges are not recorded as general fixed assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated. Depreciation has not been recorded for general fixed assets.

General Long-Term Debt Group of Accounts

Unmatured long-term lease-purchase obligations and accrued leave costs related to Governmental fund activities are recorded in the General Long-Term Debt Group of Accounts. Also included are other long-term liabilites related to the Labor Fund and tax refunds payable which are further explained in note III-E.

BASIS OF ACCOUNTING

Governmental Funds , Expendable Trust, and Agency Funds

All Governmental fund types, the Expendable Trust funds and the Agency funds are reported using the modified accrual basis of accounting. The modified accrual basis recognizes revenues when they are measurable and available to finance operations during the year or to liquidate liabilities which exist at the end of the fiscal year; expenditures and liabilities are recognized upon receipt of goods or services.

Excise taxes such as sales, liquor, cigarette, and use taxes are accrued based on filing received and filings due for filing

periods on or before June 30, 1986. Accruals and estimated are based on reliable historical data modified for economic trends and include a reasonable allowance for uncollectible amounts. Amounts expected to be collected after twelve months are recorded as deferred revenue.

Income taxes from individuals, corporations, and trusts are accrued based on current income earned by taxpayers prior to June 30, 1986. Income earned and taxes due on income are estimated through the use of quarterly filings, withholding statements, and historical data modified for current economic trends. Accrued tax revenue is reduced for amounts estimated to be uncollectible. Amounts expected to be collected after twelve months are recorded as deferred revenue.

Revenues earned under the terms of agreements with outside sources (e.g. contracts and grants from the federal government or private sources) are recorded at the time the expenditures are made.

Expenditures are recorded at the time liabilities are incurred except that interest on long-term debt is recorded when due and accumulated unpaid vacation and sick pay are recorded when paid.

Encumbrance accounting is used during the year for budgetary control purposes. Encumbrances outstanding at year-end are charged against the subsequent year's operating budget when liquidated unless funds were allowed to rollforward into the subsequent period (see note III-F).

Long-term investments of Governmental funds are reported on their balance sheets in spite of their spending measurement focus. Special reporting treatment is used to indicate that they do not represent net current assets. Long-term investments are offset by fund balance reserve accounts.

Special reporting treatment is also applied to Governmental fund inventories to indicate that they do not represent "available spendable resources" even though they are a component of net current assets. Such amounts are offset by a fund balance reserve. The exception to this is the treatment of the $37.7 million food stamp and donated food commodity inventories which have been offset by deferred revenue and for which no fund balance was reserved. This is consistent with the accounting for other pass-through federal grants.

Proprietary Fund Types and Nonexpendable Trust Funds

The Proprietary funds and the Nonexpendable Trust funds are reported using the accrual basis of accounting. Under such a basis, revenues are recognized when earned and expenses, including depreciation, are recognized when incurred. Depreciation has been recorded, when appropriate, over the estimated useful lives of the assets using the straight-line method. The estimated useful lives are as follows:

Buildings - 25 to 40 years
Improvements - 10 to 17 years
Equipment - 5 to 12 years

College and University Funds

The accounts of the University and College funds are reported using the accrual basis of accounting except that depreciation expense related to plant fund assets is generally not recorded and revenues and expenditures related to summer school programs are reported in the subsequent fiscal year in which the programs are predominantly conducted.

C. BUDGETS AND BUDGETARY ACCOUNTING

The financial operations of the three branches of government are controlled by the annual appropriation made by the State Legislature. This annual appropriation is limited to the unrestricted funds held at the beginning of the year plus the revenues estimated to be generated during the year as determined on a modified accrual basis. The appropriation controls the expenses of the State at the agency level, predominantly by category of expense or program. Appropriation may be adjusted in the following session of the legislature by means of a supplemental appropriation. Supplemental appropriation legislation was passed during the reported year. An unexpended appropriation lapses at the end of a fiscal year unless executive action is taken to roll forward a specific unexpended appropriation into the next year. Appropriations which meet the strict criteria for rollforward are reserved at year-end.

Budget to actual comparisons are presented in the financial statements for governmental funds that are appropriated on an annual basis; these include the General Fund, and the Wildlife and Labor Funds which are part of the Special Revenue Funds. The revenues and expenditures are reported on the modified accrual basis but do include operating transfers for budgetary comparisons. Budgetary compliance is only shown to the department or agency level. Reports showing budgetary compliance to the general ledger account level are available from the State Controller's Office. The following are the line item overexpenditures identified for the the fiscal year ended June 30, 1986:

| Department/Agency/Line Item | Amount Overexpended | Funding Source |
|---|---|---|
| Administration | | |
| Controller Non-Operating | | |
| Workmen's Compensation | $258,367 | |
| Duran vs Lamm | 63,993 | |
| | $322,360 | General Fund |
| Labor and Employment | | |
| Office of Manpower Planning and Dev. | | |
| Receivable Write-Off | $186,039 | General Fund |
| Education | | |
| Operating | $57,116 | General Fund |
| Social Services | | |
| Leased Space | $ 26,945 | |
| MMIS (Fiscal Agent) | 95,099 | |
| | $122,044 | General Fund |

| Department/Agency/Line Item | Amount Overexpended | Funding Source |
|---|---|---|
| State Veteran's Nursing Home<br>Revenue Shortfall | $191,375 | Cash Funds |
| Higher Education<br>CSU Veterinary Medicine<br>Animal Lab Capital Outlay | $8,640 | Cash Funds |
| Regulatory Agencies<br>Office of Energy Conservation<br>LEAP Weatherization | $26,821 | Federal Funds |

D. ELIMINATIONS

Substantially all the intrafund transactions and balances have been eliminated. Substantially all revenues from interfund transactions have been reclassified as operating transfers-in in the "Other Financing Sources (Uses)" section of the statements. Likewise, the interfund expenditures/expenses have been reflected as operating transfers-out.

E. TOTAL COLUMNS ON COMBINED STATEMENTS

Total columns on the Combined Statements are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

F. CASH

The State Treasury acts as a bank for all State agencies. Monies deposited in the Treasury are invested until the cash is needed. Interest earnings on these investments are credited to the General Fund unless a specific statute directs otherwise. The detailed composition of the cash and investments is shown in the annual Treasurer's Report. The State maintains numerous cash accounts for administrative purposes. The cash reflected on the balance sheet is the composite amount of all accounts although some of the individual accounts may be periodically overdrawn. Any deficit cash balances on a fund basis are shown in the liability section of the balance sheet.

G. INVESTMENTS

These include both short and long-term investments such as certificates of deposit and U.S. Treasury Bills, most of which are held by the State Treasurer. They are stated at cost or amortized cost, which approximates market.

H. SURETY BONDS

Surety bonds, performance bonds and other surety agreements totaling $288.9 million are held by the State Treasurer for the Division of Mined Land Reclamation, the Division of Motor Vehicles, State Compensation Insurance, the Industrial Commission, the Department of Health, and the Department of Highways but are not included in the financial statements.

I. TAXES RECEIVABLE

The taxes receivable of $444.9 million results from recording of self-assessed taxes on the accrual basis. They are collected subsequent to June 30, but are considered earned as of that date. They are net of a $111.8 million allowance for doubtful accounts.

Tax refunds payable of $148.4 million recognize the refund liability relating to these self-assessed taxes.

J. OTHER RECEIVABLES

The receivables are net of a $75.8 million allowance for doubtful accounts.

K. INVENTORY

The State's inventories consist primarily of consumable items such as office supplies, institutional medical and linen inventories, repair and maintenance items, and vocational shop materials. Also included in the inventory is an immaterial amount of finished goods produced and held for resale by units such as the Department of Corrections.

Inventories are stated at the lower of cost or market utilizing a variety of methods (fifo, average, etc.), the method remaining consistent from year to year in each specific State agency. Material inventories are expensed when consumed, immaterial inventories when purchased.

L. DEFERRED REVENUE

Summer school tuition revenues collected by institutions of higher education and associated expenditures at June 30, are deferred to the subsequent year.

Revenue collected (by agencies other than higher education) from the Federal government and other sponsors is recorded as deferred until such time as expenditures are made. State Compensation Insurance premiums are recognized as earned in the period of coverage.

M. FUND EQUITY

The fund balance of the General Fund is made up of reserved and unreserved amounts. Items are reserved as provided by statute or generally accepted accounting principles. The Old Age Pension Reserve (part of the Reserve for Other Specific Purposes) is an example of the former and the Reserve for Inventories is an example of the latter. Those amounts left unreserved represent that portion of General Fund equity (net assets less liabilities) available for future use as working capital or to be appropriated by the Legislature.

N. RESERVES

Reserves for the State of Colorado at June 30, 1986 consist of:

- Reserve for Inventories - These reserves were established to indicate that a portion of fund balance is represented by assets which are not available as spendable resources.

- Reserve for Continuing Appropriations - These reserves are used to segregate a portion of fund balance encumbered prior to the end of the fiscal year. Because of extenuating circumstances, agencies have been unable to expend their appropriation and executive action has been taken to roll forward a specific appropriation into the next year.

- Reserve for Other Specific Purposes - These reserves are used to indicate that a portion of fund balance is restricted as to the use of the assets represented. The restriction can be from the donor in the case of fiduciary funds, or reserved for special purposes such as for the payment of debt principal by debt service funds. It can also be restricted in accordance with statutory intent such as is the case with certain net receipts legally restricted for use by an agency.

A summary of these other special purpose reserves by fund type at June 30, 1986 follows (expressed in thousands):

| Reserved For | General Fund | Special Revenue Funds | Debt Service Fund | Capital Projects Funds | Trust Funds |
|---|---|---|---|---|---|
| Old Age Pension | $5,000 | | | | |
| Public Employees Social Security System | 1,151 | | | | |
| Severance Tax Fund | 7,546 | | | | |
| Mineral Lease Funds | 14,766 | | | | |
| State Public School Fund | 4,930 | | | | |
| Oil Shale Trust Fund | 1,783 | | | | |
| License, Assessment & Fee Adjustment | 5,694 | | | | |
| Capital Construction | 3,195 | | | $74,993 | |
| Energy Conservation | 23,122 | | | | |
| Highway Construction | | $89,414 | | | |
| Wildlife, Parks & Outdoor Recreation | | 11,742 | | | |
| Debt Retirement | | | $3,713 | | |
| Medical Benefits for Injured Workers | | (227) | | | |
| State Treasurer's Expendable Trusts | | | | | $14,129 |
| Unemployment Benefits | | | | | 171,077 |
| Criminal Victims | | | | | 3,477 |
| State Land Board | | | | | 14,003 |
| State Employees Insurance | | | | | 678 |
| Public School Permanent Fund | | | | | 154,623 |
| Other Special Revenue Programs | 6,782 | | | | 9,145 |
| | $73,969 | $100,929 | $3,713 | $74,993 | $367,132 |

O. FUND DEFICIT

The fund deficit of $227 thousand in the Labor Fund resulted primarily from actuarially estimated major medical benefit liabilities to existing claimants exceeding revenues. This is a reduction of the $10.6 million deficit that existed at the beginning of the fiscal year. Major medical claims for injuries incurred after June 30, 1981 are no longer accepted by the fund and become a liability of the insurer. Since the premium tax will continue to be assessed against the insurers but with no new claims being filed, it is conservatively estimated that the deficit will be eliminated over the next few years.

The Division of Correctional Industries which operates the State's prison work programs is reporting an $147 thousand deficit in retained earnings in the Enterprise Fund. This deficit has been reduced significantly from the $1.7 million reported last year and is expected to be eliminated in the next fiscal year.

P. PRIOR PERIOD ADJUSTMENTS

The prior period adjustment of ($22.1) million shown in the Expendable Trust Fund is the result of the State Employee's Deferred Compensation Fund being transferred to the Agency fund. The other prior period adjustments shown are the result of minor changes in fund classification or corrections of accounting errors.

Q. OTHER ACCOUNTING CHANGES

The Guaranteed Student Loan Program was previously reported in a separate "Loan Fund" as part of the Fiduciary fund types. This year it has been correctly classified with the Enterprise Funds. The beginning fund balance of the Enterprise Funds has therefore been restated to include the $9.7 million G.S.L.P. fund balance.

NOTE II. OTHER ACCOUNTING DISCLOSURES

A. FIXED ASSETS

A summary of fixed assets by fund type follows (expressed in thousands):

| | General Fixed Assets Account Group | Enterprise Funds | Internal Service Funds | Trust & Agency Funds | College & University Funds | Totals |
|---|---|---|---|---|---|---|
| Land & Improvements | $122,360 | $4,137 | $0 | $7,621 | $66,864 | $200,982 |
| Buildings & Improvements | 224,069 | 6,764 | 414 | 234 | 662,139 | 893,620 |
| Equipment | 121,534 | 8,277 | 83,700 | 2,756 | 393,201 | 609,468 |
| Construction in Progress | 49,552 | 1,404 | 0 | 0 | 51,191 | 102,147 |
| Total | $517,515 | $20,582 | $84,114 | $10,611 | $1,173,395 | $1,806,217 |
| Less: Accumulated Depreciation | 0 | (8,179) | (28,447) | 0 | (2,280) | (38,906) |
| | $517,515 | $12,403 | $55,667 | $10,611 | $1,171,115 | $1,767,311 |

| | |
|---|---|
| General Fixed Assets, July 1 | $472,390 |
| Additions | 70,598 |
| Deletions | (25,474) |
| General Fixed Assets, June 30 | $517,515 |

B. SEGMENT INFORMATION

The State maintains Enterprise funds with the principal activities being the lottery, insurance, worker's compensation, and the prison industry program. Segment information for the Enterprise funds of the State of Colorado for the year ended June 30, 1986 follows (expressed in thousands):

| | Compensation Insurance | Correctional Industries | State Lottery | Guaranteed Student Loan | Trinidad State Nursing Home | Colo State Veterans Nursing Home | Business Enterprise Program | Other Enterprise Activities |
|---|---|---|---|---|---|---|---|---|
| Net Operating Revenue | $199,833 | $6,778 | $101,261 | $16,382 | $3,199 | $2,070 | $902 | $3,778 |
| Depreciation | 132 | 131 | 267 | 182 | 48 | 47 | 238 | 196 |
| Operating Income (Loss) | 9,919 | 802 | 28,461 | 2,989 | 83 | (188) | (84) | (58) |
| Operating | | | | | | | | |
| Transfers-In | 0 | 540 | 0 | 0 | 0 | 0 | 0 | 1,576 |
| Transfers-Out | (4,814) | 0 | (32,028) | 0 | 0 | 0 | 0 | 0 |
| Prior Period Adjustments | 0 | 0 | 0 | 270 | 0 | 0 | 0 | 0 |
| Net Income (Loss) | 5,105 | 1,342 | (3,567) | 3,259 | 83 | (188) | (84) | 1,518 |
| Net Increase in Property, Plant, and Equipment | 243 | 425 | 32 | 687 | 12 | 37 | 170 | 1,806 |
| Total Assets | 498,464 | 6,034 | 45,828 | 19,970 | 1,434 | 1,192 | 1,109 | 4,421 |
| Bonds & Other Long-Term Liabilities | 383,499 | 407 | 204 | 238 | 641 | 89 | 28 | 37 |
| Fund Equity | 86,872 | 5,377 | 36,063 | 13,000 | 579 | 859 | 945 | 4,053 |

C. INTERFUND BALANCES

Individual fund interfund receivable and payable balances at June 30, 1986 are as follows (expressed in thousands):

| Fund | Interfund Receivables | Interfund Payables |
|---|---|---|
| General Fund | $5,582 | $41,670 |
| Special Revenue Funds: | | |
| Highway | 5,890 | 7,548 |
| Wildlife | 12 | 30 |
| Labor | 2,478 | 0 |
| Capital Projects Funds: | | |
| Regular Capital Construction | 30,000 | 0 |
| Special Capital Construction | 175 | 80 |
| Enterprise Funds: | | |
| Compensation Insurance | 0 | 2,485 |
| Correctional Industries | 276 | 0 |
| Lottery | 0 | 9 |
| Guaranteed Student Loan | 47 | 47 |
| State Veterans Nursing Home | 25 | 0 |
| Other | 14 | 161 |

| Fund | Interfund Receivables | Interfund Payables |
|---|---|---|
| Internal Service Funds: | | |
| Administration | 105 | 16 |
| Highway | $6,761 | 0 |
| Public Safety | 4 | 0 |
| Expendable Trust Funds: | | |
| Unemployment Insurance | 125 | 125 |
| State Treasurer | 30,000 | 31,932 |
| Land Board | 3,319 | 0 |
| Victims Compensation | 0 | 1 |
| Other | 7 | 174 |
| Nonexpendable Trust | 157 | 0 |
| Agency | 1,357 | 1,689 |
| College and University Funds | 14,943 | 15,310 |
| Totals | $101,277 | $101,277 |

D. INTERFUND TRANSFERS

The State appropriates funds for higher education in the General Fund and the Capital Construction Fund. The respective transfers to the college and university funds are $365.6 and $19.9 million.

During fiscal year 1986, legislation was passed to allow the transfer of funds for certain purposes. The statutes required a transfer of $74.8 million from the General Fund to the Severance Tax Trust Fund, a part of the Expendable Trust Fund, and from there to the Capital Construction Fund. Another statute required the transfer of $20 million from water conservation funds in the Special Capital Construction Fund to the General Fund.

The State Treasury is the custodian for certain funds that are distributed in accordance with appropriations and other statutory provisions. During fiscal year 1986, $18.9 million was transferred from the Public School Tax Trust Fund to the General Fund for the Department of Education. Highway user tax funds were transferred from the Special Revenue Fund to the General and Capital Projects funds in the respective amounts of $28.2 and $.9 million. The General Fund collected and transferred sales and use taxes in the amount of $51.7 million to the Special Revenue Fund.

The Colorado State Lottery operates in the Enterprise Fund. During 1986 the Lottery transferred $3.2 million to the Department of Natural Resources and $12.8 million to the Department of Local Affairs. A portion of the Lottery net proceeds were transferred to the Capital Construction Fund in the amount of $16.0 million.

The following is a schedule of the interfund transfers by individual transaction showing the net effect on each fund. Amounts are expressed in thousands and parentheses indicate operating transfers-out.

| | General Fund | Special Revenue | Debt Service | Capital Projects | Enterprise | Trust & Agency | College & University |
|---|---|---|---|---|---|---|---|
| Higher Education Transfer | ($365,615) | $0 | $0 | ($19,906) | $0 | $0 | $385,521 |
| Mineral Impact | (1,041) | 0 | 0 | 1,041 | 0 | 0 | 0 |
| Severance Tax | (74,800) | 0 | 0 | 74,800 | 0 | 0 | 0 |
| Ordway Prison | (4,500) | 0 | 0 | 4,500 | 0 | 0 | 0 |
| Sales & Use Tax | (51,711) | 51,711 | 0 | 0 | 0 | 0 | 0 |
| Highway Users Tax Fund | 28,225 | (29,121) | 0 | 896 | 0 | 0 | 0 |
| Wildlife Fund | 1,604 | (3,468) | 0 | 1,864 | 0 | 0 | 0 |
| Water Conservation | 20,565 | 0 | 0 | (20,565) | 0 | 0 | 0 |
| State Compensation Insurance | 0 | 4,814 | 0 | 0 | (4,814) | 0 | 0 |
| Lottery | 16,014 | 0 | 0 | 16,014 | (32,028) | 0 | 0 |
| Reed Act | 577 | 0 | 0 | 0 | 0 | (577) | 0 |
| Land Board | 1,573 | 0 | 0 | 0 | 0 | (1,573) | 0 |
| Public School Income | 18,855 | 0 | 0 | 0 | 0 | (18,855) | 0 |
| Highways Indirect | 570 | (570) | 0 | 0 | 0 | 0 | 0 |
| Institutions Debt Service | 0 | 0 | 1,770 | (1,770) | 0 | 0 | 0 |
| Administration Debt Service | 0 | 0 | 959 | (959) | 0 | 0 | 0 |
| Capitol Parking | 0 | 0 | 0 | (1,576) | 1,576 | 0 | 0 |
| Correctional Industries | (540) | 0 | 0 | 0 | 540 | 0 | 0 |
| Net Operating Transfers | ($410,224) | $23,366 | $2,729 | $54,339 | ($34,726) | ($21,005) | $385,521 |

NOTE III. COMMITMENTS AND CONTINGENCIES

Changes in long-term liabilities of the State are summarized as follows (expressed in thousands):

| | Proprietary Fund Types | Trust & Agency Funds | Long-Term Debt Accounts | College & University Funds | Totals |
|---|---|---|---|---|---|
| Beginning Balance, July 1, 1985 | $339,632 | $16,337 | $188,817 | $178,039 | $722,825 |
| Prior Period Adjustments | 270 | 22,147 | (270) | | 22,147 |
| Obligations Issued | | | | 33,966 | 33,966 |
| Obligations Retired | (225) | | (1,870) | (24,260) | (26,355) |
| Increase in Compensated Absences | 183 | 11 | 507 | 1,221 | 1,922 |
| Increase (Decrease) of Other Liabilities: | | | | | 0 |
| Unpaid Insurance Losses | 40,736 | | | | 40,736 |
| Deferred Compensation Due Participants | | 9,531 | | | 9,531 |
| Claimant Benefits | (51) | (126) | (25,609) | | (25,786) |
| Tax Refunds Payable | | | 25 | | 25 |
| Capital Lease Obligations | 93 | 64 | 1,921 | 38,238 | 40,316 |
| Advances from Other Funds | | 11 | | | 11 |
| Deposits Held for Others | 7,188 | 74,063 | | | 81,251 |
| Ending Balance, June 30, 1986 | $387,826 | $122,038 | $163,521 | $227,204 | $900,589 |

A. UNPAID INSURANCE LOSSES

The State Worker Compensation Insurance Fund has accepted liability for future benefit payments to disable workers of $348.5 million.

B. LEASE COMMITMENTS

The state may enter into lease or rental agreements for buildings or equipment. All leases contain clauses indicating that continuation of the lease is subject to funding by the legislature. It is reasonably assured that most of these leases will be renewed in the normal course of business. They are therefore treated as noncancelable for financial reporting purposes.

Future minimum payments at June 30, 1986 for existing leases were as follows (expressed in thousands):

| Fiscal Year | Operating Leases | Capital Leases | | | |
|---|---|---|---|---|---|
| | | Expendable Trust Fund | Proprietary Fund Type | College & University | General Long Term Debt |
| 1987 | $8,579 | $28 | 715 | $14,320 | $7,065 |
| 1988 | 7,638 | 15 | 638 | 15,040 | 5,581 |
| 1989 | 5,440 | 15 | 370 | 12,705 | 5,401 |
| 1990 | 3,886 | 15 | 157 | 11,961 | 4,873 |
| 1991 | 2,271 | 6 | 117 | 12,203 | 4,085 |
| Thereafter | 13,342 | 0 | 0 | 88,603 | 13,626 |
| Total Minimum Lease Payments | $41,156 | 77 | 1,997 | 154,832 | 40,631 |
| Less: | | | | | |
| Imputed Interest | | (13) | (289) | (66,655) | (10,402) |
| Present Value of Net Minimum Lease Payments | | $64 | $1,708 | $88,177 | $30,229 |

C. NOTES AND BONDS PAYABLE

Certain higher education institutions, the Guaranteed Student Loan Program and the Trinidad State Nursing Home have issued bonds and notes for the purchase of equipment and the construction of facilities. Specific user revenues are pledged for the payments of interest and future retirement of the obligations.

Annual maturities of the obligations are listed below (expressed in thousands):

| Fiscal Year | Bonds | Notes | Total |
|---|---|---|---|
| 1987 | $13,027 | $2,195 | $15,222 |
| 1988 | 13,054 | 2,264 | 15,318 |
| 1989 | 13,046 | 372 | 13,418 |
| 1990 | 12,700 | 202 | 12,902 |
| 1991 | 12,791 | 300 | 13,091 |
| Thereafter | 140,160 | 2,578 | 142,738 |
| Total Future Payments | $204,778 | $7,911 | $212,689 |
| Less: | | | |
| Interest | (93,954) | (5,499) | (99,453) |
| Unamortized Premium & Discount | (1,078) | 0 | (1,078) |
| Total Principal Payments | $109,746 | $2,412 | $112,158 |

The terms and interest rates differ between issues. Detail for the notes and bonds payable are shown below (expressed in thousands).

| | Notes | Bonds |
|---|---|---|
| College and University Funds | | |
| University of Colorado: | | |
| Revenue bonds, interest rates from 5.3 to 10.75% maturing serially through 2009 | $ 0 | $41,683 |
| Notes payable, interest rates from 8.25 to 15% maturing in 2007 | 1,950 | 0 |
| Contracts payable, provides an annuity to contribution of land, non-interest bearing, matures in 2000 | 260 | 0 |
| Colorado School of Mines: | | |
| Revenue bonds, interest rate 10.49% maturing serially through 2009 | 0 | 5,605 |
| Colorado State University: | | |
| Revenue bonds, interest rates 4.5 to 10%, maturing through 2002 | 0 | 21,425 |
| Fort Lewis College: | | |
| Revenue bonds, interest rates from 5.25 to 9.375% maturing through 2007 | 0 | 7,490 |
| Notes payable, interest rate of 10.5% maturing in 1987 | 60 | 0 |
| Adams State College: | | |
| Revenue bonds, interest rates 2.75 to 7%, maturing through 2003 | 0 | 4,670 |
| Mesa College: | | |
| Revenue bonds, interest rates 4 to 10.25%, maturing through 1997 | 0 | 2,985 |
| University of Southern Colorado: | | |
| Revenue bonds, interest rates 5.4 to 7.5%, maturing through 1997 | 0 | 3,930 |
| University of Northern Colorado: | | |
| Revenue bonds, interest rates 4.4 to 7%, maturing through 2007 | 0 | 6,130 |
| Note payable, interest rate 5.25%, maturing in 1993 | 7 | 0 |
| Western State College: | | |
| Revenue bonds, interest rates 2.75 to 4%, maturing through 2003 | 0 | 3,461 |
| Arapahoe Community College: | | |
| Revenue bonds, interest rates 5.75 to 7%, maturing through 2002 | 0 | 995 |
| Pikes Peak Community College: | | |
| Revenue bonds, interest rates 6.1 to 6.6% maturing through 2004 | 0 | 1,535 |
| Lamar Community College: | | |
| First lien revenue bonds, interest rates 4.375 to 4.75%, maturing through 1999 | 0 | 525 |
| Front Range Community College: | | |
| Revenue bonds, interest rates 5.8 to 7%, maturing through 1977 | 0 | 758 |

| | Notes | Bonds |
|---|---|---|
| Otero Junior College: | | |
| Revenue bonds, interest rates 3.3 to 4.2%, maturing through 1995..... | 0 | 680 |
| Red Rocks Community College: | | |
| Revenue bonds, interest rates 5.8 to 6.5%, maturing through 1996..... | 0 | 317 |
| Auraria Higher Education Center: | | |
| Revenue bonds, interest rates 6.75 to 6.8%, maturing through 2009.... | 0 | 8,105 |
| | 2,277 | 110,294 |
| Less: Unamortized Bond Discounts and Issue Costs | 0 | (1,078) |
| Subtotal for College & University Funds | 2,277 | 109,216 |
| Enterprise Fund | | |
| Colorado Guaranteed Student Loan Program: | | |
| Note payable, interest rate variable between 7 and 10%, matures in 1989..... | 135 | 0 |
| Trinidad State Nursing Home: | | |
| Revenue bonds, interest rates 4.5 to 5%, maturing serially through 1992..... | 0 | 530 |
| Subtotal to Enterprise Funds | 135 | 530 |
| Total Notes and Bonds Payable | $2,412 | $109,746 |

D. ACCRUED COMPENSATED ABSENCES LIABILITIES

All employees in permanent positions earn and accrue sick leave at the rate of one and one-fourth days per month, with no limit on total days accrued. Employees are paid for one-fourth of their unused sick leave upon retirement.

Annual leave is earned at increasing rates based on longevity. In no event can an employee accumulate more than 42 days of annual leave at the end of each fiscal year. Employee are paid 100% of their annual leave balance upon leaving state service.

Compensated absence liabilities related to the governmental funds are recorded in the Long-Term Debt Account Group. For all other funds, they are recorded as fund liabilities.

E. OTHER LONG-TERM LIABILITIES

The following obligations, listed by fund type, represent amounts owed by the state at June 30, 1986 which are classified as Other Long-Term Liabilities on the balance sheet (expressed in thousands):

| | Proprietary Fund Types | Loan, Trust & Agency Funds | Long-Term Debt Accounts | Totals |
|---|---|---|---|---|
| Claimant Benefits | $ 0 | $5,078 | $ 0 | $5,078 |
| Deposits Held for Others | 34,437 | 85,195 | 0 | 119,632 |
| Advances from other Funds | 0 | 11 | 0 | 11 |
| Tax Refunds Payable | 0 | 0 | 1,003 | 1,003 |
| Labor Fund Claims | 0 | 0 | 83,119 | 83,119 |
| Deferred Compensation Due Participants | 0 | 31,679 | 0 | 31,679 |
| | $34,437 | $121,963 | $84,122 | $240,522 |

The State Employees and Officials Group Insurance Trust Fund has recognized $3.5 million in liability for incurred but unreported claims. The Dependent Minor Trust is holding $1.6 million from workman's compensation awards for worker fatalities.

The State Worker's Compensation Insurance Fund is holding $34.4 million in deposits from policy holders and $41 thousand as a specific compensation claim liability. Other deposits are held by various departments as refundable deposits and guarantees, funds held for residents in state run facilities, and funds held prior to being disbursed to citizens and entities within Colorado.

Tax refunds payable is the estimated amount for late filed tax returns which will be paid after one year.

Long-term liabilities against the Labor Fund are recorded in the Long-Term Debt Group of Accounts. Estimated future payments are actuarially determined. Amounts are: major medical benefits, $70 million; subsequent injury, $9 million; and medical disaster, $379 thousand. Benefits are expected to be funded through future revenues from a special tax on worker's compensation premiums, court awards and interest income. In addition the fund has deferred interest on an advance from the Federal Unemployment Insurance Trust Fund in the amount of $3.7 million.

F. DEFEASED DEBT

Outstanding debt was refunded in three higher education organizations. This was accomplished by depositing in escrow accounts a portion of the net proceeds of new bond issues an amount sufficient, together with known minimum yields from investment of such monies, to pay principal, interest and any redemption premium on the refunded issues. Information regarding the fiscal year 1986 defeasance follows (expressed in thousands):

| | Refunded Debt | Gain (Loss) |
|---|---|---|
| Fort Lewis College Bond Refunding | $7,998 | $1,738 |
| State Board of Agriculture Certificates of Participation | 19,305 | (853) |
| University of Colorado Bond Refunding | 10,440 | 325 |
| | $37,743 | $1,210 |

The balances of outstanding debt at June 30, 1986 which have been placed in escrow type accounts with paying agents are listed below (expressed in thousands):

| | |
|---|---|
| University of Colorado | $39,145 |
| Colorado School of Mines | 4,950 |
| State Board of Agriculture | 47,365 |
| Fort Lewis College | 8,491 |
| Community College System | 240 |
| Trinidad State Jr. College | 475 |
| | $100,666 |

F. OUTSTANDING ENCUMBRANCES

Encumbrance accounting, under which purchase orders and contracts for expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General, Special Revenue, and Capital Project funds. Encumbrances outstanding at year-end are not reported as a reservation of fund balances but are considered to be a commitment for the expenditure of available resources in future periods.

However, certain appropriations which have been encumbered are allowed to roll forward into the subsequent period and these encumbered appropriations are a reservation of fund balance.

On June 30, 1986, outstanding encumbrances in all funds amounted to $297.8 million. This amount included $183.9 million from the Special Revenue Fund, $61.9 million from the Capital Projects Funds, $51.1 million from the General Fund, with the remainder in other funds.

G. CONTINGENCIES

Many State agencies enter into various grant and contract agreements with the Federal government and other parties. These agreements generally provide for audits of the transactions pertaining to the agreements, with the State being liable to those parties for any disallowed expenditures. Audit disallowances and error sanctions in the Department of Social Services total approximately $19.6 million. The State is contesting the disallowances and their outcome is uncertain.

There are various other claims and litigations pending, incident to the operations of State government. The most significant involves a $680 million class action claim filed October 19, 1984 against the State Compensation Fund for bad faith insurance practice and other unclear negligent, intentionally outrageous conduct for the request for and issuance of an Attorney General formal opinion regarding worker's compensation which is adverse to the claimants. The Court of Appeals ruled with the State in a prior decision which is currently under review by the State Supreme Court.

Another material case is between AT&T and the Department of Revenue concerning claimed exemption from sales tax on access charges paid on completing long distance phone calls. At risk is $27 million in taxes already collected that would have to be refunded by the General Fund.

The State believes it has a good chance of prevailing in both these cases but the ultimate outcome cannot presently be determined. No provision for any liability that may result has been made in the financial statements. A report of significant pending litigation and claims prepared by the Colorado Attorney General's Office is available from the State Controller's Office.

This State has established a self-insurance fund managed by the Risk Management Division of the Department of Administration. Operations of the Risk Management Division are recorded in the Internal Service Fund. Estimates for unpaid insurance losses are recorded as liabilities in this fund. Most of these claims are limited by the Colorado Governmental Immunity Act which sets upward limits of State liability at $150,000 per person or $400,000 per occurrence.

NOTE IV. PENSION COSTS

A. PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION

The Public Employees' Retirement Association (PERA) is a statewide retirement association established under the authority of Title 24, Article 51, CRS, which administers a defined benefit plan for public employees. PERA's purpose is to provide income to members and their families at retirement or in case of death or disability. Substantially all employees of the State government are required to participate in this retirement program which operates under the pooled investment concept. Members of PERA in addition to state employees are:

1. All Colorado school districts except Denver,
2. Numerous municipalities,
3. Public health departments,
4. Other local government entities

A member is eligible for a reduced retirement benefit as early as age 55 with at least 30 years of service, at age 60 with at least 20 years service and at age 65 with at least 5 years service. Maximum benefit is 70% of the average of the 3 highest years of earnings within a member's career. All members contribute 8% of their salaries under the retirement plan except for state highway troopers who contribute 9% and game wardens who contribute 12.5%. The State also contributes between 12.2 and 15% depending on the position.

PERA's net assets available for benefits at December 31, 1985, at market value, were $5.7 billion while the total present value of accumulated plan benefits at December 31, 1985 was $4.2 billion. The total accrued actuarial liabilities was $6.5 billion at December 31, 1985. Other data by PERA division follows:

| | PERA Divisions | | | |
|---|---|---|---|---|
| | State | School | Municipal | Judges |
| Membership - Dec. 31, 1985 | 47,987 | 68,104 | 8,051 | 370 |
| Employee Contributions - 1985 | $71,777,000 | $89,181,000 | $12,033,000 | $879,000 |
| Employer Contributions - 1985 | $108,263,000 | $138,009,000 | $15,305,000 | $1,623,000 |
| Employer % of Salary Contribution | 12.2% | 12.5% | 10.2% | 15.0% |
| For State Troopers | 13.2% | | | |
| Prior Service Amortization | 29 years | 31 years | 18 years | 20 years |
| Units Owned in Combined Investment Fund | 40,422,905 | 54,649,786 | 5,076,398 | 588,226 |

Source: PERA Comprehensive Annual Financial Report for the year ended Dec. 31, 1985

B. OTHER RETIREMENT PLANS

Under the statute requiring State employee participation in the Public Employees' Retirement Association, a provision was made for continuing established retirement or annuity plans for presidents, deans, professors, and instructors in State educational institutions. Under this provision, the State makes contributions to the Teachers Insurance and Annuity Association (TIAA) for full time faculty members at the University of Colorado. The State's contribution to TIAA for the years ended June 30, 1985 and June 30, 1986 was $4.5 million and $5.1 million respectively. The State's legal obligation is limited to the amounts paid to TIAA. Faculty members at CU are under social security. CSU faculty is under PERA only. State contributions for FICA for the years ended June 30, 1985 and June 30, 1986 were $5.3 million and $5.8 million respectively.

C. DEFERRED COMPENSATION

The State initiated a deferred compensation plan for State employees in 1981. This plan has a third party administrator and all costs of administration and funding are borne by the plan participants. Investments and accumulated earnings of the plan at June 30, 1985 and June 30, 1986 totaled $22.1 million and $31.7 million respectively.

D. POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

In the fiscal year ended June 30, 1986 the State of Colorado paid up to $57.00 per month toward health insurance for a retired classified employee. 5% of the $57.00 was contributed for each year of service the retiree has worked for the State. The health insurance contribution could be applied to the same health insurance plans that are offered to active employees. Premium amounts over the allowable amount up to $57.00 per month per retiree, were paid by the retiree. In addition, the State contributed $2.00 per month for life insurance for each retiree. During the fiscal year ending June 30, 1986, the State contributed a total of $3,605,656 for health insurance and $110,554 for life insurance for classified retired employees.

Separate post retirement health care and life insurance benefit plans exist in some State colleges and universities but are small in comparison to the State plan for classified employees.

NOTE V. SUBSEQUENT EVENTS

A. NOTE ISSUANCE

On July 1, 1986, the State issued $410 million in General Fund Tax and Revenue Anticipation Notes, Series 1986, with an interest rate of 4.9%. The notes were issued to fund the State's anticipated cash flow deficit for the fiscal year ending June 30, 1987. The proceeds of the sale were deposited in the General Fund to be used to meet ordinary disbursements of the State. Issuance of the notes was authorized by the Funds Management Act of 1984 and under the law they must be repaid by June 30, 1987.

# COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS

These finanical statements provide the financial position and results of operations, by fund, for each fund type.

## GENERAL FUND

The General Fund is the principal operating fund of the State. It is used to account for all governmental financial resources and transactions not accounted for in another fund.

*STATE OF COLORADO*
GENERAL FUND
SCHEDULE OF APPROPRIATIONS, EXPENDITURES,
TRANSFERS, AND REVERSIONS
FOR THE YEAR ENDED JUNE 30, 1986

| State Department/Agency | APPROPRIATIONS Total | Augmenting | Net |
|---|---|---|---|
| LEGISLATIVE BRANCH: | | | |
| General Assembly | $5,712,201 | $70,000 | $5,642,201 |
| Joint Budget Committee | 610,489 | 0 | 610,489 |
| Legislative Council | 2,138,793 | 0 | 2,138,793 |
| Office of State Auditor | 4,290,671 | 193,137 | 4,097,534 |
| Legislative Drafting | 2,648,117 | 0 | 2,648,117 |
| Total Legislative Branch | 15,400,271 | 263,137 | 15,137,134 |
| JUDICIAL BRANCH: | | | |
| Judicial Administration | 72,989,923 | 2,471,586 | 70,518,337 |
| Public Defender | 11,868,338 | 115,043 | 11,753,295 |
| Judicial Department | 0 | 0 | 0 |
| Total Judicial Branch | 84,858,261 | 2,586,629 | 82,271,632 |
| OFFICE OF THE GOVERNOR: | | | |
| Administrative Office | 3,426,225 | 1,584,681 | 1,841,544 |
| Lieutenant Governor | 211,146 | 0 | 211,146 |
| Office of State Planning & Budgeting | 1,012,035 | 661,544 | 350,491 |
| Governor's Job Training Office | 40,318,055 | 40,318,055 | 0 |
| Total Office of the Governor | 44,967,461 | 42,564,280 | 2,403,181 |
| DEPARTMENT OF ADMINISTRATION: | | | |
| Executive Director | 4,356,726 | 1,284,964 | 3,071,762 |
| Accounts and Control | 2,578,785 | 912,189 | 1,666,595 |
| Archives & Public Records | 384,810 | 0 | 384,810 |
| General Government Computer Center | 5,750,153 | 2,913,294 | 2,836,859 |
| Purchasing | 630,314 | 46,000 | 584,314 |
| Division of ADP | 592,959 | 0 | 592,959 |
| Capitol Complex | 4,879,130 | 538,086 | 4,341,044 |
| Communications | 6,501,865 | 4,971,534 | 1,530,331 |
| Hearing Officers | 900,037 | 900,037 | 0 |
| State Buildings | 2,288,804 | 866,347 | 1,422,457 |
| Colorado Minority Business Development | 233,108 | 191,969 | 41,139 |
| Total Department of Administration | 29,096,689 | 12,624,420 | 16,472,269 |
| DEPARTMENT OF AGRICULTURE: | | | |
| Administration | 7,854,891 | 1,967,459 | 5,887,432 |
| Brand Inspection | 2,067,840 | 2,067,840 | 0 |
| Beef Promotion | 2,194,000 | 2,194,000 | 0 |
| Predatory Animal | 158,085 | 158,085 | 0 |
| Sheep and Wool | 75,000 | 75,000 | 0 |
| Total Department of Agriculture | 12,349,816 | 6,462,384 | 5,887,432 |

| EXPENDITURES AND TRANSFERS | | | Unexpended Balances | Restricted Net Income/ (Loss) | Appropriation Rollforwards | Appropriation Reversions |
|---|---|---|---|---|---|---|
| Total | Augmenting | Net | | | | |
| $5,056,655 | $74,195 | $4,982,460 | $659,741 | $0 | $11,417 | $648,324 |
| 553,555 | 0 | 553,555 | 56,934 | 0 | 0 | 56,934 |
| 1,844,303 | 0 | 1,844,303 | 294,490 | 0 | 145,370 | 149,120 |
| 4,084,231 | 193,137 | 3,891,094 | 206,440 | 0 | 0 | 206,440 |
| 1,773,701 | 0 | 1,773,701 | 874,416 | 0 | 390,700 | 483,716 |
| 13,312,444 | 267,332 | 13,045,112 | 2,092,022 | 0 | 547,487 | 1,544,534 |
| 72,742,976 | 2,224,783 | 70,518,193 | 144 | 0 | 0 | 144 |
| 11,726,272 | 112,376 | 11,613,896 | 139,399 | 0 | 115,087 | 24,312 |
| 0 | 58,349 | (58,349) | 58,349 | 0 | 0 | 58,349 |
| 84,469,248 | 2,395,507 | 82,073,740 | 197,891 | 0 | 115,087 | 82,805 |
| 3,162,389 | 1,380,132 | 1,782,257 | 59,287 | 0 | 15,406 | 43,881 |
| 211,146 | 0 | 211,146 | 0 | 0 | 0 | 0 |
| 1,011,640 | 661,544 | 350,096 | 395 | 0 | 259 | 136 |
| 28,767,425 | 28,767,425 | 0 | 0 | 0 | 0 | 0 |
| 33,152,600 | 30,809,101 | 2,343,499 | 59,682 | 0 | 15,666 | 44,017 |
| 4,222,823 | 1,199,733 | 3,023,091 | 48,671 | 0 | 33,647 | 15,024 |
| 2,428,576 | 862,318 | 1,566,258 | 100,337 | 42,144 | 0 | 58,193 |
| 383,038 | 0 | 383,038 | 1,772 | 0 | 0 | 1,772 |
| 5,749,532 | 2,913,294 | 2,836,238 | 621 | 0 | 0 | 621 |
| 623,523 | 44,017 | 579,506 | 4,809 | 0 | 0 | 4,809 |
| 592,938 | 0 | 592,938 | 21 | 0 | 0 | 21 |
| 4,706,639 | 545,840 | 4,160,799 | 180,245 | 0 | 44,316 | 135,929 |
| 6,042,027 | 4,537,124 | 1,504,903 | 25,428 | 0 | 0 | 25,428 |
| 857,743 | 928,153 | (70,410) | 70,410 | 0 | 0 | 70,410 |
| 2,197,250 | 895,047 | 1,302,203 | 120,254 | 0 | 0 | 120,254 |
| 173,567 | 132,438 | 41,129 | 10 | 0 | 0 | 10 |
| 27,977,656 | 12,057,964 | 15,919,692 | 552,578 | 42,144 | 77,963 | 432,471 |
| 7,485,554 | 1,852,757 | 5,632,797 | 254,635 | 129,038 | 44,325 | 81,272 |
| 2,015,760 | 1,379,525 | 636,236 | (636,236) | (636,236) | 0 | 0 |
| 1,004,326 | 918,831 | 85,495 | (85,495) | (85,495) | 0 | 0 |
| 143,758 | 68,894 | 74,864 | (74,864) | (74,864) | 0 | 0 |
| 75,000 | 58,218 | 16,782 | (16,782) | (16,782) | 0 | 0 |
| 10,724,398 | 4,278,225 | 6,446,173 | (558,741) | (684,338) | 44,325 | 81,272 |

(Continued on next page)

| State Department/Agency | APPROPRIATIONS Total | Augmenting | Net |
|---|---|---|---|
| DEPARTMENT OF EDUCATION: | | | |
| Education | 952,921,080 | 148,999,155 | 803,921,925 |
| Colorado School for Deaf & Blind | 5,319,101 | 885,301 | 4,433,800 |
| Teachers Emeritus-Annuitants | 1,210,487 | 0 | 1,210,487 |
| Total Department of Education | 959,450,668 | 149,884,456 | 809,566,212 |
| DEPARTMENT OF HEALTH | 81,450,939 | 57,030,207 | 24,420,732 |
| DEPARTMENT OF HIGHER EDUCATION: | | | |
| Commission on Higher Education | 28,528,073 | 1,480,510 | 27,047,563 |
| Council on Arts & Humanities | 1,529,531 | 504,988 | 1,024,543 |
| Historical Society | 2,441,334 | 1,030,665 | 1,410,669 |
| Colorado Advanced Technology Institute | 405,011 | 0 | 405,011 |
| Regents-University of Colorado | 65,060,134 | 0 | 65,060,134 |
| Univ of Colo-Health Sciences Center | 81,590,803 | 0 | 81,590,803 |
| Colorado School of Mines | 8,911,875 | 0 | 8,911,875 |
| State Board of Agriculture | 57,230,876 | 0 | 57,230,876 |
| CSU-Vet. Med. & Student Aid | 4,947,255 | 0 | 4,947,255 |
| CSU-Experiment Stations | 6,549,958 | 0 | 6,549,958 |
| CSU-Extension Services | 6,071,447 | 0 | 6,071,447 |
| CSU-Forest Services | 2,107,409 | 0 | 2,107,409 |
| Trustees of State Colleges | 37,955,308 | 0 | 37,955,308 |
| University of Northern Colorado | 22,378,328 | 0 | 22,378,328 |
| SBCCOE-Occupational Education | 46,675,621 | 13,259,676 | 33,415,945 |
| SBCCOE-Community Colleges | 43,042,645 | 0 | 43,042,645 |
| Total Department of Higher Education | 415,425,610 | 16,275,840 | 399,149,769 |
| DEPARTMENT OF HIGHWAYS | 1,893 | 0 | 1,893 |
| DEPARTMENT OF INSTITUTIONS: | | | |
| Administrative Offices | 5,699,804 | 2,508,645 | 3,191,159 |
| Admin. Office-Division of Mental Health | 23,847,853 | 4,674,475 | 19,173,378 |
| Colorado State Hospital | 43,971,822 | 14,676,329 | 29,295,493 |
| Fort Logan Mental Health Center | 19,223,064 | 9,112,028 | 10,111,036 |
| Division for Developmental Disabilities | 52,902,252 | 27,527,699 | 25,374,553 |
| Regional Training Center-Grand Junction | 12,634,279 | 12,076,501 | 557,778 |
| Regional Training Center-Wheatridge | 19,617,768 | 19,387,988 | 229,780 |
| Regional Training Center-Pueblo | 8,997,872 | 8,443,343 | 554,529 |
| Division of Youth Services | 23,744,081 | -1,438,681 | 22,305,400 |
| Public Housing Authority | 2,177,868 | 2,177,868 | 0 |
| Department of Institutions | 212,816,663 | 102,023,557 | 110,793,106 |
| DEPARTMENT OF LABOR & EMPLOYMENT | 59,056,455 | 56,900,953 | 2,155,502 |

| EXPENDITURES AND TRANSFERS | | | Unexpended Balances | Restricted Net Income/ (Loss) | Appropriation Rollforwards | Appropriation Reversions |
|---|---|---|---|---|---|---|
| Total | Augmenting | Net | | | | |
| 933,860,362 | 131,837,928 | 802,022,433 | 1,899,491 | 1,444,418 | 327,082 | 127,991 |
| 5,251,736 | 843,414 | 4,408,321 | 25,479 | 0 | 0 | 25,479 |
| 1,138,296 | 0 | 1,138,296 | 72,191 | 0 | 0 | 72,191 |
| 940,250,393 | 132,681,343 | 807,569,051 | 1,997,161 | 1,444,418 | 327,082 | 225,661 |
| 78,673,347 | 55,153,417 | 23,519,930 | 900,802 | 754,247 | 13,487 | 133,068 |
| 28,479,196 | 1,460,185 | 27,019,011 | 28,552 | 0 | 5,078 | 23,474 |
| 1,446,979 | 455,254 | 991,725 | 32,818 | 0 | 30,573 | 2,245 |
| 2,332,957 | 925,431 | 1,407,526 | 3,143 | 3,143 | 0 | 0 |
| 367,591 | 0 | 367,591 | 37,420 | 0 | 0 | 37,420 |
| 65,060,134 | 0 | 65,060,134 | 0 | 0 | 0 | 0 |
| 81,590,803 | 0 | 81,590,803 | 0 | 0 | 0 | 0 |
| 8,911,875 | 0 | 8,911,875 | 0 | 0 | 0 | 0 |
| 57,230,876 | 0 | 57,230,876 | 0 | 0 | 0 | 0 |
| 4,947,255 | 0 | 4,947,255 | 0 | 0 | 0 | 0 |
| 6,549,958 | 0 | 6,549,958 | 0 | 0 | 0 | 0 |
| 6,071,447 | 0 | 6,071,447 | 0 | 0 | 0 | 0 |
| 2,107,409 | 0 | 2,107,409 | 0 | 0 | 0 | 0 |
| 37,955,308 | 0 | 37,955,308 | 0 | 0 | 0 | 0 |
| 22,378,328 | 0 | 22,378,328 | 0 | 0 | 0 | 0 |
| 44,932,858 | 11,526,757 | 33,406,101 | 9,844 | 0 | 0 | 9,844 |
| 43,042,645 | 0 | 43,042,645 | 0 | 0 | 0 | 0 |
| 413,405,620 | 14,367,627 | 399,037,993 | 111,776 | 3,143 | 35,651 | 72,983 |
| 1,866 | 0 | 1,866 | 27 | 0 | 0 | 27 |
| 5,233,464 | 2,065,772 | 3,167,692 | 23,467 | 0 | 0 | 23,467 |
| 23,408,403 | 4,262,452 | 19,145,952 | 27,426 | 0 | 0 | 27,426 |
| 43,848,127 | 14,552,695 | 29,295,432 | 61 | 0 | 0 | 61 |
| 19,183,122 | 9,095,763 | 10,087,359 | 23,677 | 0 | 0 | 23,677 |
| 48,058,032 | 22,683,479 | 25,374,553 | 0 | 0 | 0 | 0 |
| 12,621,953 | 12,081,880 | 540,073 | 17,705 | 0 | 0 | 17,705 |
| 19,508,217 | 19,318,265 | 189,952 | 39,828 | 0 | 0 | 39,828 |
| 8,977,541 | 8,446,333 | 531,208 | 23,321 | 0 | 0 | 23,321 |
| 23,369,513 | 1,113,445 | 22,256,068 | 49,332 | 0 | 0 | 49,332 |
| 1,523,008 | 1,629,353 | (106,345) | 106,345 | (2,549) | 0 | 108,894 |
| 205,731,381 | 95,249,438 | 110,481,943 | 311,163 | (2,549) | 0 | 313,711 |
| 55,881,912 | 52,525,253 | 3,356,660 | (1,201,158) | (1,226,628) | 0 | 25,470 |

(Continued on next page)

| State Department/Agency | APPROPRIATIONS Total | Augmenting | Net |
|---|---|---|---|
| DEPARTMENT OF LAW | 19,472,922 | 5,593,889 | 13,879,033 |
| DEPARTMENT OF LOCAL AFFAIRS | 103,498,961 | 95,070,970 | 8,427,991 |
| DEPARTMENT OF MILITARY AFFAIRS | 2,696,484 | 1,232,933 | 1,463,551 |
| DEPARTMENT OF NATURAL RESOURCES: | | | |
| Executive Director | 5,216,578 | 3,962,955 | 1,253,623 |
| Board of Land Commissioners | 1,738,239 | 1,738,239 | 0 |
| Water Conservation | 1,676,199 | 972,986 | 703,213 |
| Water Resources | 8,581,733 | 224,169 | 8,357,564 |
| Soil Conservation | 465,292 | 84,204 | 381,088 |
| Bureau of Mines | 423,946 | 247,436 | 176,510 |
| Oil & Gas Conservation Board | 1,378,805 | 1,378,805 | 0 |
| Geological Survey | 1,288,472 | 1,023,789 | 264,683 |
| Parks | 8,337,438 | 6,646,959 | 1,690,479 |
| Mined Land Reclamation | 3,695,135 | 3,001,628 | 693,507 |
| Total Department of Natural Resources | 32,801,837 | 19,281,170 | 13,520,667 |
| DEPARTMENT OF PERSONNEL | 3,215,700 | 299,302 | 2,916,398 |
| DEPARTMENT OF REGULATORY AGENCIES: | | | |
| Executive Director | 438,319 | 318,719 | 119,600 |
| Administrative Services | 784,372 | 733,832 | 50,540 |
| Division of Banking | 2,323,045 | 0 | 2,323,045 |
| Civil Rights | 1,441,392 | 562,806 | 878,586 |
| Office of Energy Conservation | 5,904,876 | 5,904,876 | 0 |
| Insurance Division | 2,088,140 | 50,399 | 2,037,741 |
| Public Utilities Commission | 6,194,632 | 6,194,632 | 0 |
| Racing Commission | 807,536 | 35,864 | 771,672 |
| Real Estate Commission | 1,778,073 | 1,778,073 | 0 |
| Division of Registration | 6,517,610 | 6,517,610 | 0 |
| Savings & Loan Division | 296,196 | 0 | 296,196 |
| Division of Securities | 689,467 | 689,467 | 0 |
| Total Department of Regulatory Agencies | 29,263,657 | 22,786,277 | 6,477,380 |
| DEPARTMENT OF REVENUE | 53,368,124 | 30,674,729 | 22,693,395 |
| DEPARTMENT OF SOCIAL SERVICES: | | | |
| Social Services-Administration | 813,779,870 | 550,185,048 | 263,594,822 |
| State Veterans Center | 1,524,364 | 1,317,894 | 206,470 |
| Colo State Veterans Nursing Home | 181,898 | 0 | 181,898 |
| Garfield County Nursing Home | 61,729 | 0 | 61,729 |
| Total Department of Social Services | 815,547,861 | 551,502,942 | 264,044,919 |

| EXPENDITURES AND TRANSFERS | | | Unexpended Balances | Restricted Net Income/ (Loss) | Appropriation Rollforwards | Appropriation Reversions |
|---|---|---|---|---|---|---|
| Total | Augmenting | Net | | | | |
| 16,428,954 | 4,696,480 | 11,732,474 | 2,146,559 | (207,718) | 1,480,300 | 873,976 |
| 69,811,446 | 55,789,020 | 14,022,425 | (5,594,434) | (7,101,598) | 1,109,263 | 397,901 |
| 2,686,491 | 1,226,105 | 1,460,386 | 3,165 | 0 | 0 | 3,165 |
| 4,455,748 | 3,705,626 | 750,122 | 503,501 | 0 | 500,833 | 2,668 |
| 1,643,743 | 1,646,239 | (2,496) | 2,496 | 2,496 | 0 | 0 |
| 1,612,196 | 908,983 | 703,213 | 0 | 0 | 0 | 0 |
| 8,443,731 | 129,929 | 8,313,802 | 43,762 | 26,150 | 16,541 | 1,070 |
| 411,869 | 30,789 | 381,081 | 7 | 0 | 0 | 7 |
| 356,101 | 165,997 | 190,105 | (13,595) | (13,595) | 0 | 0 |
| 1,246,229 | 1,249,391 | (3,163) | 3,163 | 3,163 | 0 | 0 |
| 959,985 | 694,557 | 265,428 | (745) | (745) | 0 | 0 |
| 8,145,121 | 10,715,063 | (2,569,943) | 4,260,422 | 4,260,422 | 0 | 0 |
| 2,936,832 | 2,243,721 | 693,111 | 396 | 0 | 0 | 396 |
| 30,211,555 | 21,490,295 | 8,721,260 | 4,799,407 | 4,277,891 | 517,374 | 4,141 |
| 3,195,849 | 285,086 | 2,910,763 | 5,634 | 0 | 0 | 5,634 |
| 409,100 | 293,201 | 115,899 | 3,701 | 0 | 0 | 3,701 |
| 782,316 | 733,626 | 48,690 | 1,850 | 0 | 0 | 1,850 |
| 2,314,607 | 0 | 2,314,607 | 8,438 | 0 | 0 | 8,438 |
| 1,365,962 | 526,243 | 839,718 | 38,868 | 28,862 | 0 | 10,005 |
| 3,461,975 | 26,569,550 | (23,107,575) | 23,107,575 | 23,139,044 | 0 | (31,469) |
| 2,014,563 | 50,794 | 1,963,770 | 73,971 | 0 | 0 | 73,971 |
| 5,514,896 | 5,609,857 | (94,961) | 94,961 | 94,961 | 0 | 0 |
| 772,324 | 47,080 | 725,244 | 46,428 | 0 | 0 | 46,428 |
| 1,710,773 | 1,974,946 | (264,173) | 264,173 | 264,173 | 0 | 0 |
| 6,355,539 | 6,858,751 | (503,212) | 503,212 | 503,212 | 0 | 0 |
| 277,446 | 0 | 277,446 | 18,750 | 0 | 0 | 18,750 |
| 662,227 | 627,967 | 34,260 | (34,260) | (34,260) | 0 | 0 |
| 25,641,730 | 43,292,014 | (17,650,285) | 24,127,665 | 23,995,991 | 0 | 131,674 |
| 52,345,260 | 30,024,121 | 22,321,139 | 372,256 | 285,942 | 75,925 | 10,390 |
| 795,702,904 | 532,239,779 | 263,463,126 | 131,696 | (11,850) | 31,775 | 111,772 |
| 1,544,806 | 1,325,737 | 219,069 | (12,599) | (12,006) | 0 | (593) |
| 181,898 | 0 | 181,898 | 0 | 0 | 0 | 0 |
| 60,891 | 0 | 60,891 | 838 | 0 | 0 | 838 |
| 797,490,499 | 533,565,516 | 263,924,984 | 119,935 | (23,856) | 31,775 | 112,017 |

(Continued on next page)

| State Department/Agency | APPROPRIATIONS Total | Augmenting | Net |
|---|---|---|---|
| DEPARTMENT OF STATE | 3,505,139 | 3,505,139 | 0 |
| DEPARTMENT OF TREASURY: | | | |
| Treasury-Distributions | 49,898,549 | 0 | 49,898,549 |
| Treasury-Administration | 1,207,934 | 569,838 | 638,096 |
| Total Department of Treasury | 51,106,483 | 569,838 | 50,536,645 |
| DEPARTMENT OF CORRECTIONS: | | | |
| Corrections-Administration | 57,410,088 | 827,079 | 56,583,009 |
| Correctional Industries | 540,381 | 0 | 540,381 |
| Total Department of Corrections | 57,950,469 | 827,079 | 57,123,390 |
| DEPARTMENT OF PUBLIC SAFETY | 20,831,298 | 12,367,241 | 8,464,057 |
| Non-Operating (Controller) | 38,520,699 | 2,076,306 | 36,444,393 |
| Recapture of Prior Year Overexpenditures | 15,090 | 0 | 15,090 |
| TOTAL GENERAL FUND | $3,146,669,449 | $1,192,403,679 | $1,954,265,770 |

| EXPENDITURES AND TRANSFERS | | | Unexpended Balances | Restricted Net Income/ (Loss) | Appropriation Rollforwards | Appropriation Reversions |
|---|---|---|---|---|---|---|
| Total | Augmenting | Net | | | | |
| 2,398,395 | 3,315,730 | (917,335) | 917,335 | 917,335 | 0 | 0 |
| 49,898,549 | 1,806,807 | 48,091,742 | 1,806,807 | 1,783,125 | 0 | 23,682 |
| 1,196,817 | 869,375 | 327,442 | 310,654 | 241,608 | 0 | 69,046 |
| 51,095,366 | 2,676,181 | 48,419,184 | 2,117,461 | 2,024,733 | 0 | 92,728 |
| 57,235,857 | 844,943 | 56,390,915 | 192,094 | 13,821 | 43,216 | 135,057 |
| 540,381 | 0 | 540,381 | 0 | 0 | 0 | 0 |
| 57,776,238 | 844,943 | 56,931,296 | 192,094 | 13,821 | 43,216 | 135,057 |
| 13,288,382 | 5,935,600 | 7,352,782 | 1,111,275 | 284,425 | 785,339 | 41,512 |
| 37,247,290 | 1,753,918 | 35,493,372 | 951,021 | 0 | 708,641 | 242,380 |
| 0 | 0 | 0 | 15,090 | 0 | 0 | 15,090 |
| $3,023,198,320 | $1,104,680,215 | $1,918,518,105 | $35,747,666 | $24,797,403 | $5,928,579 | $5,021,684 |

## SPECIAL REVENUE FUNDS

*HIGHWAY* — Expenditures of this fund are primarily for the construction and maintenance of public highways, while revenues are from excise taxes on motor fuels, driver and vehicle registration fees, and ton-mile taxes.

*WILDLIFE* — Expenditures of this fund are used to preserve the State's wildlife and promote outdoor recreational facilities, while revenues are from hunting and fishing license fees as well as various fines.

*LABOR* — This fund accounts for compensation or medical benefits to qualified injured industrial workers.

*STATE OF COLORADO*
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 1986
(Expressed in Thousands)

| | HIGHWAY | WILDLIFE | LABOR | TOTALS |
|---|---|---|---|---|
| ASSETS: | | | | |
| Cash | $87,819 | $15,992 | $2,508 | $106,319 |
| Taxes Receivable, net | 30,427 | 0 | 4,872 | 35,299 |
| Other Receivables, net | 1,100 | 953 | 0 | 2,053 |
| Due From Other Governments | 37,833 | 1,873 | 0 | 39,706 |
| Due From Other Funds | 5,890 | 12 | 2,478 | 8,380 |
| Inventories | 18,098 | 1,380 | 0 | 19,478 |
| Other Current Assets | 638 | 301 | 0 | 939 |
| TOTAL ASSETS | $181,805 | $20,511 | $9,858 | $212,174 |
| LIABILITIES: | | | | |
| Accounts Payable and Accruals | $46,610 | $917 | $10,085 | $57,612 |
| Due to Other Governments | 19,121 | 0 | 0 | 19,121 |
| Due to Other Funds | 7,548 | 30 | 0 | 7,578 |
| Deferred Revenue | 1,014 | 6,442 | 0 | 7,456 |
| TOTAL LIABILITIES | 74,293 | 7,389 | 10,085 | 91,767 |
| FUND EQUITY: | | | | |
| Fund Balances: | | | | |
| Reserved for: | | | | |
| Inventories | 18,098 | 1,380 | 0 | 19,478 |
| Other Specific Purposes | 89,414 | 11,742 | (227) | 100,929 |
| TOTAL FUND EQUITY | 107,512 | 13,122 | (227) | 120,407 |
| TOTAL LIABILITIES AND FUND EQUITY | $181,805 | $20,511 | $9,858 | $212,174 |

*STATE OF COLORADO*

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | HIGHWAY | WILDLIFE | LABOR | TOTALS |
|---|---|---|---|---|
| REVENUES: | | | | |
| Taxes | $236,859 | $0 | $14,129 | $250,988 |
| Licenses, Permits, and Fines | 57,143 | 30,973 | 0 | 88,116 |
| Charges for Goods and Services | 510 | 141 | 0 | 651 |
| Interest and Rents | 1,402 | 1,417 | 325 | 3,144 |
| Federal Grants and Contracts | 225,997 | 4,110 | 0 | 230,107 |
| Other | 23,189 | 620 | 243 | 24,052 |
| TOTAL REVENUES | 545,100 | 37,261 | 14,697 | 597,058 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General Government | 5,761 | 0 | 0 | 5,761 |
| Business, Community and Consumer Affairs | 0 | 0 | 9,116 | 9,116 |
| Justice | 26,142 | 0 | 0 | 26,142 |
| Natural Resources | 0 | 30,398 | 0 | 30,398 |
| Transportation | 408,185 | 0 | 0 | 408,185 |
| Capital Outlay | 17,753 | 1,237 | 0 | 18,990 |
| Intergovernmental | 118,329 | 74 | 0 | 118,403 |
| TOTALS EXPENDITURES | 576,170 | 31,709 | 9,116 | 616,995 |
| Excess of Revenues Over (Under) Expenditures | (31,070) | 5,552 | 5,581 | (19,937) |
| OTHER FINANCING SOURCES (USES): | | | | |
| Operating Transfers In | 51,711 | 0 | 4,814 | 56,525 |
| Operating Transfers Out | (29,691) | (3,468) | 0 | (33,159) |
| TOTAL OTHER FINANCING SOURCES (USES) | 22,020 | (3,468) | 4,814 | 23,366 |
| Excess of Revenues and Other Sources (Uses) Over (Under) Expenditures | (9,050) | 2,084 | 10,395 | 3,429 |
| FUND BALANCE, JULY 1 | 117,969 | 11,038 | (10,622) | 118,385 |
| Residual Equity Transfers | (1,407) | 0 | 0 | (1,407) |
| FUND BALANCE, JUNE 30 | $107,512 | $13,122 | ($227) | $120,407 |

*STATE OF COLORADO*

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ANNUALLY BUDGETED SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | WILDLIFE FUND | | |
|---|---|---|---|
| | BUDGET | ACTUAL | VARIANCE |
| REVENUES: | | | |
| Total General Revenues | $0 | $0 | $0 |
| Federal and Cash Funding Sources | 36,175 | 37,261 | 1,086 |
| TOTAL GROSS REVENUES & TRANSFERS | 36,175 | 37,261 | 1,086 |
| Less: Intrafund Revenues | | 0 | |
| Interfund Revenues | | 0 | |
| NET REVENUES | | 37,261 | |
| EXPENDITURES: | | | |
| Labor and Employment | 0 | 0 | 0 |
| Natural Resources | 36,175 | 35,177 | 998 |
| TOTAL GROSS EXPENDITURES & TRANSFERS | 36,175 | 35,177 | 998 |
| Less: Intrafund Expenditures | | 0 | |
| Interfund Expenditures | | (3,468) | |
| NET EXPENDITURES | | 31,709 | |
| Excess of Revenues Over (Under) Expenditures | | 5,552 | |
| OTHER FINANCING SOURCES (USES) | | (3,468) | |
| Excess of Revenues and Other Sources (Uses) Over (Under) Expenditures | | 2,084 | |
| FUND BALANCES, JULY 1 | | 11,038 | |
| FUND BALANCES, JUNE 30 | | $13,122 | |

| LABOR FUND | | | TOTALS (Memorandum Only) | | |
|---|---|---|---|---|---|
| BUDGET | ACTUAL | VARIANCE | BUDGET | ACTUAL | VARIANCE |
| $0 | $0 | $0 | $0 | $0 | $0 |
| 9,868 | 19,511 | 9,643 | 46,043 | 56,772 | 10,729 |
| 9,868 | 19,511 | 9,643 | 46,043 | 56,772 | 10,729 |
| | 0 | | | 0 | |
| | (4,814) | | | (4,814) | |
| | 14,697 | | | 51,958 | |
| 9,868 | 9,116 | 752 | 9,868 | 9,116 | 752 |
| 0 | 0 | 0 | 36,175 | 35,177 | 998 |
| 9,868 | 9,116 | 752 | 46,043 | 44,293 | 1,750 |
| | 0 | | | 0 | |
| | 0 | | | (3,468) | |
| | 9,116 | | | 40,825 | |
| | 5,581 | | | 11,133 | |
| | 4,814 | | | 1,346 | |
| | 10,395 | | | 12,479 | |
| | (10,622) | | | 417 | |
| | ($227) | | | $12,896 | |

## CAPITAL PROJECTS FUNDS

*REGULAR CAPITAL CONSTRUCTION*

This fund accounts for the construction and maintenance projects for State buildings which are financed primarily from revenue sources appropriated by the Legislature. These include transfers from the general fund, lottery fund, and may include matching federal funds.

*SPECIAL CAPITAL CONSTRUCTION*

This fund also accounts for State building projects, but are financed from non-appropriated financing sources such as private grants and donations as well as federal grants.

*STATE OF COLORADO*
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
JUNE 30, 1986
(Expressed in Thousands)

| | REGULAR CAPITAL CONSTRUCTION | SPECIAL CAPITAL CONSTRUCTION | TOTALS |
|---|---|---|---|
| ASSETS: | | | |
| Cash | $46,195 | $38,533 | $84,728 |
| Other Receivables, net | 71 | 795 | 866 |
| Due From Other Governments | 2,705 | 901 | 3,606 |
| Due From Other Funds | 30,000 | 175 | 30,175 |
| Other Long-term Assets | 0 | 35,385 | 35,385 |
| TOTAL ASSETS | $78,971 | $75,789 | $154,760 |
| LIABILITIES: | | | |
| Accounts Payable and Accruals | $10,088 | $265 | $10,353 |
| Due to Other Funds | 0 | 80 | 80 |
| Deferred Revenue | 3,575 | 451 | 4,026 |
| TOTAL LIABILITIES | 13,663 | 796 | 14,459 |
| FUND EQUITY: | | | |
| Continuing Appropriations | 61,332 | 0 | 61,332 |
| Other Specific Purposes | 0 | 74,993 | 74,993 |
| Unreserved | 3,976 | 0 | 3,976 |
| TOTAL FUND EQUITY | 65,308 | 74,993 | 140,301 |
| TOTAL LIABILITIES AND FUND EQUITY | $78,971 | $75,789 | $154,760 |

*STATE OF COLORADO*

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | REGULAR CAPITAL CONSTRUCTION | SPECIAL CAPITAL CONSTRUCTION | TOTALS |
|---|---|---|---|
| REVENUES: | | | |
| Taxes | $0 | $897 | $897 |
| Licenses, Permits, and Fines | 136 | 21 | 157 |
| Charges for Goods and Services | 481 | 0 | 481 |
| Interest and Rents | 2,498 | 6,562 | 9,060 |
| Federal Grants and Contracts | 4,130 | 4,376 | 8,506 |
| Other | 5,821 | 2,945 | 8,766 |
| TOTAL REVENUES | 13,066 | 14,801 | 27,867 |
| EXPENDITURES: | | | |
| Capital Outlay | 55,431 | 5,450 | 60,881 |
| Intergovernmental | 1,672 | 3,084 | 4,756 |
| TOTALS EXPENDITURES | 57,103 | 8,534 | 65,637 |
| Excess of Revenues Over (Under) Expenditures | (44,037) | 6,267 | (37,770) |
| OTHER FINANCING SOURCES (USES): | | | |
| Operating Transfers In | 99,113 | 0 | 99,113 |
| Operating Transfers Out | (24,209) | (20,565) | (44,774) |
| TOTAL OTHER FINANCING SOURCES (USES) | 74,904 | (20,565) | 54,339 |
| Excess of Revenues and Other Sources (Uses) Over (Under) Expenditures | 30,867 | (14,298) | 16,569 |
| FUND BALANCE, JULY 1 | 34,441 | 89,291 | 123,732 |
| FUND BALANCE, JUNE 30 | $65,308 | $74,993 | $140,301 |

## ENTERPRISE FUNDS

These funds account for the self-sustaining operations of State agencies which render services to the general public on a user charge basis. The major funds in this group are:

*COMPENSATION INSURANCE*

This fund is used to provide worker's compensation insurance to employers who, for one reason or another, cannot obtain insurance with private carriers, or who are not of sufficient financial strength to obtain self-insurance permits.

*CORRECTIONAL INDUSTRIES*

This fund accounts for the production and sale of manufactured goods and farm products produced by convicted criminals who are being rehabilitated in the State prison system.

*STATE LOTTERY*

This fund accounts for the various lottery games the State runs under the authority of State statute. The net proceeds are used to support State construction projects and augment the General Fund.

*GUARANTEED STUDENT LOAN*

This fund accounts for the activities of the Colorado Student Loan Division which guarantees loans made by private lending institutions to students attending postsecondary schools, in compliance with operating agreements with the U.S. Dept. of Education. It also includes loan programs for Colorado residents which are not reinsured by the Federal government.

*STATE VETERANS NURSING HOME & TRINIDAD STATE NURSING HOME*

These two funds account for nursing home care provided to the State's elderly.

*BUSINESS ENTERPRISE PROGRAM*

This fund accounts for the activity of food vending stands run by the visually impaired under the supervision and guidance of the Colorado Department of Social Services.

*OTHER ENTERPRISE PROGRAMS*

The other enterprise activities of the State include employee parking operations, surplus property disposal, and miscellaneous canteen operations at various State institutions.

*STATE OF COLORADO*
COMBINING BALANCE SHEET
ENTERPRISE FUNDS
JUNE 30, 1986
(Expressed in Thousands)

| | COMPENSATION INSURANCE | CORRECTIONAL INDUSTRIES | STATE LOTTERY |
|---|---|---|---|
| ASSETS: | | | |
| Cash | $202,676 | $1,131 | $40,757 |
| Investments | 236,333 | 0 | 0 |
| Other Receivables, net | 56,654 | 89 | 2,128 |
| Due From Other Governments | 0 | 0 | 0 |
| Due From Other Funds | 0 | 276 | 0 |
| Inventories | 0 | 2,055 | 2,028 |
| Other Current Assets | 0 | 0 | 20 |
| Property, Plant and Equipment, net | 2,801 | 2,483 | 895 |
| Other Long-term Assets | 0 | 0 | 0 |
| TOTAL ASSETS | $498,464 | $6,034 | $45,828 |
| LIABILITIES: | | | |
| Cash Overdraft | $0 | $0 | $0 |
| Accounts Payable and Accruals | 10,503 | 228 | 6,612 |
| Due to Other Governments | 0 | 0 | 0 |
| Due to Other Funds | 2,485 | 0 | 9 |
| Deferred Revenue | 15,105 | 22 | 2,940 |
| Unpaid Insurance Losses | 348,541 | 0 | 0 |
| Notes and Bonds Payable | 0 | 0 | 0 |
| Accrued Compensated Absences | 521 | 407 | 204 |
| Other Liabilities | 34,437 | 0 | 0 |
| TOTAL LIABILITIES | 411,592 | 657 | 9,765 |
| FUND EQUITY: | | | |
| Contributed Capital | 0 | 5,524 | 0 |
| Unreserved Retained Earnings | 86,872 | (147) | 36,063 |
| TOTAL FUND EQUITY | 86,872 | 5,377 | 36,063 |
| TOTAL LIABILITIES AND FUND EQUITY | $498,464 | $6,034 | $45,828 |

| GUARANTEED STUDENT LOAN | TRINIDAD STATE NURSING HOME | BUSINESS ENTERPRISE PROGRAM | STATE VETERANS NURSING HOME | OTHER ENTERPRISE ACTIVITIES | TOTALS |
|---|---|---|---|---|---|
| $15,677 | $245 | $153 | $0 | $705 | $261,344 |
| 0 | 0 | 177 | 0 | 88 | 236,598 |
| 302 | 1 | 38 | 32 | 25 | 59,269 |
| 3,390 | 86 | 0 | 121 | 247 | 3,844 |
| 47 | 0 | 0 | 25 | 14 | 362 |
| 0 | 58 | 10 | 54 | 177 | 4,382 |
| 26 | 0 | 176 | 0 | 5 | 227 |
| 505 | 1,044 | 555 | 960 | 3,160 | 12,403 |
| 23 | 0 | 0 | 0 | 0 | 23 |
| $19,970 | $1,434 | $1,109 | $1,192 | $4,421 | $578,452 |
| $0 | $0 | $0 | $121 | $0 | $121 |
| 1,084 | 214 | 131 | 123 | 78 | 18,973 |
| 5,601 | 0 | 0 | 0 | 0 | 5,601 |
| 47 | 0 | 0 | 0 | 161 | 2,702 |
| 0 | 0 | 5 | 0 | 92 | 18,164 |
| 0 | 0 | 0 | 0 | 0 | 348,541 |
| 135 | 530 | 0 | 0 | 0 | 665 |
| 103 | 111 | 28 | 89 | 37 | 1,500 |
| 0 | 0 | 0 | 0 | 0 | 34,437 |
| 6,970 | 855 | 164 | 334 | 368 | 430,704 |
| 15 | 0 | 0 | 0 | 1,142 | 6,681 |
| 12,985 | 579 | 945 | 859 | 2,911 | 141,067 |
| 13,000 | 579 | 945 | 859 | 4,053 | 147,748 |
| $19,970 | $1,434 | $1,109 | $1,192 | $4,421 | $578,452 |

*STATE OF COLORADO*

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY
ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | COMPENSATION INSURANCE | CORRECTIONAL INDUSTRIES | STATE LOTTERY |
|---|---|---|---|
| OPERATING REVENUES: | | | |
| Charges for Goods & Services | $161,989 | $6,755 | $98,894 |
| Interest & Rents | 36,153 | 0 | 2,319 |
| Federal Grants & Contracts | 0 | 16 | 0 |
| Other | 1,691 | 7 | 48 |
| TOTAL OPERATING REVENUES | 199,833 | 6,778 | 101,261 |
| OPERATING EXPENSES: | | | |
| Salaries & Fringe Benefits | 7,040 | 2,139 | 9,752 |
| Operating | 4,988 | 3,684 | 10,525 |
| Depreciation | 132 | 131 | 267 |
| Travel | 108 | 6 | 147 |
| Grants to Organizations & Individuals | 176,738 | 0 | 0 |
| Prizes | 0 | 0 | 51,605 |
| Other | 908 | 16 | 504 |
| TOTAL OPERATING EXPENSES | 189,914 | 5,976 | 72,800 |
| Income (Loss) Before Operating Transfers | 9,919 | 802 | 28,461 |
| OPERATING TRANSFERS: | | | |
| Operating Transfers In | 0 | 540 | 0 |
| Operating Transfers Out | (4,814) | 0 | (32,028) |
| Income Before Extraordinary Item | 5,105 | 1,342 | (3,567) |
| PRIOR PERIOD ADJUSTMENT | 0 | 0 | 0 |
| Net Income/Change in Retained Earnings | 5,105 | 1,342 | (3,567) |
| OTHER CHANGES IN FUND EQUITY: | | | |
| Residual Equity Transfer | 0 | 0 | 0 |
| Net Change in Fund Equity | 5,105 | 1,342 | (3,567) |
| FUND EQUITY, JULY 1 | 81,767 | 4,035 | 39,630 |
| FUND EQUITY, JUNE 30 | $86,872 | $5,377 | $36,063 |

| GUARANTEED STUDENT LOAN | TRINIDAD STATE NURSING HOME | BUSINESS ENTERPRISE PROGRAM | STATE VETERANS NURSING HOME | OTHER ENTERPRISE ACTIVITIES | TOTALS |
|---|---|---|---|---|---|
| $2,472 | $1,357 | $301 | $1,314 | $2,883 | $275,965 |
| 1,382 | 2 | 122 | 5 | 421 | 40,404 |
| 11,442 | 0 | 479 | 601 | (1) | 12,537 |
| 1,086 | 1,840 | 0 | 150 | 475 | 5,297 |
| 16,382 | 3,199 | 902 | 2,070 | 3,778 | 334,203 |
| 2,200 | 2,439 | 425 | 1,855 | 1,110 | 26,960 |
| 1,740 | 566 | 190 | 335 | 2,372 | 24,400 |
| 182 | 48 | 238 | 47 | 196 | 1,241 |
| 58 | 1 | 1 | 1 | 9 | 331 |
| 0 | 0 | 0 | 0 | 0 | 176,738 |
| 0 | 0 | 0 | 0 | 0 | 51,605 |
| 9,213 | 62 | 132 | 19 | 150 | 11,004 |
| 13,393 | 3,116 | 986 | 2,258 | 3,836 | 292,279 |
| 2,989 | 83 | (84) | (188) | (58) | 41,924 |
| 0 | 0 | 0 | 0 | 1,576 | 2,116 |
| 0 | 0 | 0 | 0 | 0 | (36,842) |
| 2,989 | 83 | (84) | (188) | 1,518 | 7,198 |
| 270 | 0 | 0 | 0 | 0 | 270 |
| 3,259 | 83 | (84) | (188) | 1,518 | 7,468 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 3,259 | 83 | (84) | (188) | 1,518 | 7,468 |
| 9,741 | 496 | 1,029 | 1,046 | 2,536 | 140,280 |
| $13,000 | $579 | $945 | $859 | $4,053 | $147,748 |

*STATE OF COLORADO*
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | COMPENSATION INSURANCE | CORRECTIONAL INDUSTRIES | STATE LOTTERY |
|---|---|---|---|
| SOURCES OF WORKING CAPITAL: | | | |
| Operations: | | | |
| Net Income | $5,105 | $1,342 | ($3,567) |
| Item Not Requiring Working Capital: | | | |
| Depreciation | 132 | 131 | 267 |
| Working Capital Provided by Operations | 5,237 | 1,473 | (3,300) |
| Net Decrease In: | | | |
| Other Long-Term Assets | 223,251 | 380 | 0 |
| Net Increase In: | | | |
| Unpaid Insurance Losses | 39,878 | 0 | 0 |
| Notes and Bonds Payable | 0 | 0 | 0 |
| Accrued Compensated Absences | 126 | 0 | 0 |
| Other Long-Term Liabilities | 7,141 | 0 | 0 |
| TOTAL SOURCES OF WORKING CAPITAL | 275,633 | 1,853 | (3,300) |
| USES OF WORKING CAPITAL: | | | |
| Net Increase In: | | | |
| Property, Plant and Equipment | 243 | 425 | 32 |
| Net Decrease In: | | | |
| Capital Lease Obligations | 7 | 4 | 0 |
| Notes and Bonds Payable | 0 | 0 | 0 |
| Accrued Compensated Absences | 0 | 55 | 0 |
| Other Long-Term Liabilities | 0 | 0 | 0 |
| TOTAL USES OF WORKING CAPITAL | 250 | 484 | 32 |
| NET INCREASE (DECREASE) IN WORKING CAPITAL | $275,383 | $1,369 | ($3,332) |
| ELEMENTS OF NET INCREASE (DECREASE) IN WORKING CAPITAL: | | | |
| Cash | $33,134 | $1,131 | ($774) |
| Investments | 236,333 | 0 | 0 |
| Receivables, net | 9,839 | (316) | 909 |
| Due From Other Governments | (6,799) | 0 | 0 |
| Due From Other Funds | (23) | 275 | 0 |
| Inventories | 0 | 18 | (72) |
| Other Current Assets | (1) | 0 | 9 |
| Cash Overdraft | 0 | 193 | 0 |
| Accounts Payable and Accrued Liabilities | (688) | 53 | (2,949) |
| Due to Other Governments | 0 | 0 | 0 |
| Due to Other Funds | (1,500) | 2 | 10 |
| Deferred Revenue | 5,088 | 13 | (465) |
| NET INCREASE (DECREASE) IN WORKING CAPITAL | $275,383 | $1,369 | ($3,332) |

| GUARANTEED STUDENT LOAN | TRINIDAD STATE NURSING HOME | BUSINESS ENTERPRISE PROGRAM | STATE VETERANS NURSING HOME | OTHER ENTERPRISE ACTIVITIES | TOTALS |
|---|---|---|---|---|---|
| $3,259 | $83 | ($84) | ($188) | $1,518 | $7,468 |
| 182 | 48 | 238 | 47 | 196 | 1,241 |
| 3,441 | 131 | 154 | (140) | 1,714 | 8,709 |
| 0 | 0 | 0 | 0 | 39 | 223,670 |
| 0 | 0 | 0 | 0 | 0 | 39,878 |
| 135 | 0 | 0 | 0 | 530 | 665 |
| 103 | 9 | 7 | 2 | (67) | 180 |
| 0 | 0 | 0 | 0 | (620) | 6,521 |
| 3,679 | 140 | 161 | (138) | 1,596 | 279,623 |
| 687 | 12 | 170 | 37 | 1,806 | 3,412 |
| 0 | 0 | 0 | 0 | 0 | 11 |
| 0 | 90 | 0 | 0 | (90) | 0 |
| 0 | 0 | 0 | 0 | (55) | 0 |
| 5,601 | 0 | 0 | 0 | 0 | 5,601 |
| 6,288 | 102 | 170 | 37 | 1,661 | 9,024 |
| ($2,609) | $38 | ($9) | ($175) | ($65) | $270,599 |
| $840 | $195 | $38 | $0 | ($217) | $34,347 |
| 0 | 0 | 2 | 0 | 263 | 236,598 |
| 89 | 0 | 2 | 4 | 108 | 10,635 |
| 2,249 | (79) | 0 | (30) | (75) | (4,734) |
| 47 | 0 | 0 | 13 | (18) | 294 |
| 0 | 10 | 2 | 0 | 38 | (4) |
| 2 | 0 | (18) | 0 | 95 | 87 |
| 0 | 0 | 0 | (102) | (19) | 72 |
| (188) | (4) | (31) | 1 | (324) | (4,128) |
| (5,601) | 0 | 0 | 0 | 0 | (5,601) |
| (47) | (84) | 1 | (61) | (11) | (1,690) |
| 0 | 0 | (5) | 0 | 92 | 4,723 |
| ($2,610) | $38 | ($9) | ($175) | ($68) | $270,599 |

## INTERNAL SERVICE FUNDS

*ADMINISTRATION*

This fund accounts for the sales of goods and services to other State agencies such as: mail services, printing, quick copy, motor pool, graphic design, microfilming, word processing, and office supplies. The Risk Management operation is also recorded in this fund.

*HIGHWAY*

This fund is used record the use and replacement of highway equipment. Its funding is from user charges back to the Highway Special Revenue Fund.

*PUBLIC SAFETY*

This fund accounts for the rental of aircraft to other State agencies.

*STATE OF COLORADO*
COMBINING BALANCE SHEET
INTERNAL SERVICE FUNDS
JUNE 30, 1986
(Expressed in Thousands)

| | ADMINISTRATION | HIGHWAYS | PUBLIC SAFETY | TOTALS |
|---|---|---|---|---|
| ASSETS: | | | | |
| Cash | $0 | $0 | $132 | $132 |
| Other Receivables, net | 6 | 0 | 0 | 6 |
| Due From Other Governments | 26 | 0 | 0 | 26 |
| Due From Other Funds | 105 | 6,761 | 4 | 6,870 |
| Inventories | 721 | 584 | 0 | 1,305 |
| Other Current Assets | 13 | 33 | 0 | 46 |
| Property, Plant and Equipment, net | 5,268 | 49,824 | 575 | 55,667 |
| TOTAL ASSETS | $6,139 | $57,202 | $711 | $64,052 |
| LIABILITIES: | | | | |
| Cash Overdraft | $1,853 | $0 | $0 | $1,853 |
| Accounts Payable and Accruals | 960 | 1,134 | 19 | 2,113 |
| Due to Other Governments | 4 | 0 | 0 | 4 |
| Due to Other Funds | 16 | 0 | 0 | 16 |
| Deferred Revenue | 254 | 0 | 0 | 254 |
| Unpaid Insurance Losses | 859 | 0 | 0 | 859 |
| Capital Lease Obligations | 163 | 1,545 | 0 | 1,708 |
| Accrued Compensated Absences | 116 | 0 | 0 | 116 |
| TOTAL LIABILITIES | 4,225 | 2,679 | 19 | 6,923 |
| FUND EQUITY: | | | | |
| Contributed Capital | 0 | 39,054 | 0 | 39,054 |
| Unreserved Retained Earnings | 1,914 | 15,469 | 692 | 18,075 |
| TOTAL FUND EQUITY | 1,914 | 54,523 | 692 | 57,129 |
| TOTAL LIABILITIES AND FUND EQUITY | $6,139 | $57,202 | $711 | $64,052 |

*STATE OF COLORADO*

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | ADMINISTRATION | HIGHWAYS | PUBLIC SAFETY | TOTALS |
|---|---|---|---|---|
| OPERATING REVENUES: | | | | |
| Charges for Goods & Services | $12,371 | $23,183 | $139 | $35,693 |
| Interest & Rents | 0 | 1,407 | 0 | 1,407 |
| Other | 3 | 0 | 0 | 3 |
| TOTAL OPERATING REVENUES | 12,374 | 24,590 | 139 | 37,103 |
| OPERATING EXPENSES: | | | | |
| Salaries & Fringe Benefits | 3,222 | 6,021 | 0 | 9,243 |
| Operating | 7,132 | 9,636 | 17 | 16,785 |
| Depreciation | 1 | 4,042 | 63 | 4,106 |
| Travel | 6 | 6 | 0 | 12 |
| Other | 1,151 | 239 | 1 | 1,391 |
| TOTAL OPERATING EXPENSES | 11,512 | 19,944 | 81 | 31,537 |
| Income (Loss) Before Operating Transfers | 862 | 4,646 | 58 | 5,566 |
| OPERATING TRANSFERS: | | | | |
| Operating Transfers In | 0 | 0 | 0 | 0 |
| Operating Transfers Out | 0 | 0 | 0 | 0 |
| Income Before Extraordinary Item | 862 | 4,646 | 58 | 5,566 |
| PRIOR PERIOD ADJUSTMENT | 0 | 0 | 630 | 630 |
| Net Income/Change in Retained Earnings | 862 | 4,646 | 688 | 6,196 |
| OTHER CHANGES IN FUND EQUITY: | | | | |
| Residual Equity Transfer | 0 | 1,407 | 0 | 1,407 |
| Net Change in Fund Equity | 862 | 6,053 | 688 | 7,603 |
| FUND EQUITY, JULY 1 | 1,052 | 48,470 | 4 | 49,526 |
| FUND EQUITY, JUNE 30 | $1,914 | $54,523 | $692 | $57,129 |

*STATE OF COLORADO*
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | ADMINISTRATION | HIGHWAYS | PUBLIC SAFETY | TOTALS |
|---|---|---|---|---|
| SOURCES OF WORKING CAPITAL: | | | | |
| Operations: | | | | |
| Net Income | $862 | $4,646 | $688 | $6,196 |
| Item Not Requiring Working Capital: | | | | |
| Depreciation | 1 | 4,042 | 63 | 4,106 |
| Working Capital Provided by Operations | 863 | 8,688 | 751 | 10,302 |
| Net Increase In: | | | | |
| Unpaid Insurance Losses | 859 | 0 | 0 | 859 |
| Capital Lease Obligations | 0 | 259 | 0 | 259 |
| Accrued Compensated Absences | 2 | 0 | 0 | 2 |
| Equity Transfer In | 0 | 1,407 | 0 | 1,407 |
| TOTAL SOURCES OF WORKING CAPITAL | 1,724 | 10,354 | 751 | 12,829 |
| USES OF WORKING CAPITAL: | | | | |
| Net Increase In: | | | | |
| Property, Plant and Equipment | 3,027 | 10,725 | 638 | 14,390 |
| Net Decrease In: | | | | |
| Capital Lease Obligations | 155 | 0 | 0 | 155 |
| Other Long-Term Liabilities | 4 | 0 | 0 | 4 |
| TOTAL USES OF WORKING CAPITAL | 3,186 | 10,725 | 638 | 14,549 |
| NET INCREASE (DECREASE) IN WORKING CAPITAL | ($1,462) | ($371) | $113 | ($1,720) |
| ELEMENTS OF NET INCREASE (DECREASE) IN WORKING CAPITAL: | | | | |
| Cash | $0 | $0 | $22 | $22 |
| Receivables, net | (53) | 0 | 0 | (53) |
| Due From Other Governments | 26 | 0 | 0 | 26 |
| Due From Other Funds | 23 | 297 | 4 | 324 |
| Inventories | 151 | (173) | 0 | (22) |
| Other Current Assets | (2) | 33 | 0 | 31 |
| Cash Overdraft | (1,090) | 0 | 0 | (1,090) |
| Accounts Payable and Accrued Liabilities | (270) | (528) | 87 | (711) |
| Due to Other Governments | (4) | 0 | 0 | (4) |
| Due to Other Funds | (12) | 0 | 0 | (12) |
| Deferred Revenue | (231) | 0 | 0 | (231) |
| NET INCREASE (DECREASE) IN WORKING CAPITAL | ($1,462) | ($371) | $113 | ($1,720) |

## TRUST AND AGENCY FUNDS

The Trust and Agency Funds are used to account for assets held by the State in a fiduciary capacity. The major components of these funds are:

### EXPENDABLE TRUST FUNDS

*UNEMPLOYMENT INSURANCE*

This fund accounts for the collection of unemployment insurance premiums from employers and the payment of unemployment benefits to eligible claimants.

*STATE TREASURER*

This fund is used to record various trust items managed by the State Treasurer's Office, principally, the severance tax trust funds, escheat funds, and the public school income fund.

*LAND BOARD*

This fund accounts for for the disposition of revenues from State land, surface leases, oil and timber sales.

*VICTIMS COMPENSATION*

This accounts for moneys levied on criminal actions tried in the State courts which are distributed to crime victims.

*STATE EMPLOYEES AND OFFICIALS INSURANCE*

This fund accounts for the self-insured health insurance for State employees which is administered by Blue Cross and Blue Shield and the life insurance for state workers obtained from Prudential Insurance Company.

### AGENCY FUNDS

These funds are held in custody for others. Major items include: judicial and highway contractors escrow accounts, sales taxes collected for cities and counties, deposits held to insure land restoration by miners, assets held for a water and power authority, and deferred compensation funds deposited by State employees.

### NONEXPENDABLE TRUST FUND

This consists mainly of funds received from the proceeds of lands granted to the State by the Federal government for educational purposes.

*STATE OF COLORADO*
COMBINING BALANCE SHEET
FIDUCIARY FUND TYPES
JUNE 30, 1986
(Expressed in Thousands)

| | EXPENDABLE TRUST | NONEXPENDABLE TRUST | AGENCY | TOTALS |
|---|---|---|---|---|
| ASSETS: | | | | |
| Cash | $131,855 | $107,997 | $53,835 | $293,687 |
| Investments | 943 | 46,747 | 80,623 | 128,313 |
| Taxes Receivable, net | 64,365 | 0 | 20,613 | 84,978 |
| Other Receivables, net | 7,509 | 0 | 8 | 7,517 |
| Due From Other Governments | 5,650 | 771 | 3,849 | 10,270 |
| Due From Other Funds | 33,451 | 157 | 1,357 | 34,965 |
| Inventories | 4 | 0 | 0 | 4 |
| Other Current Assets | 218 | 0 | 0 | 218 |
| Property, Plant and Equipment, net | 2,990 | 7,621 | 0 | 10,611 |
| Other Long-term Assets | 0 | 5,231 | 0 | 5,231 |
| TOTAL ASSETS | $246,985 | $168,524 | $160,285 | $575,794 |
| LIABILITIES: | | | | |
| Cash Overdraft | $0 | $0 | $89 | $89 |
| Accounts Payable and Accruals | 4,893 | 0 | 0 | 4,893 |
| Due to Other Governments | 1,943 | 0 | 41,633 | 43,576 |
| Due to Other Funds | 32,232 | 0 | 1,689 | 33,921 |
| Deferred Revenue | 4,131 | 14 | 0 | 4,145 |
| Capital Lease Obligations | 64 | 0 | 0 | 64 |
| Accrued Compensated Absences | 11 | 0 | 0 | 11 |
| Other Long-Term Liabilities | 5,089 | 0 | 116,874 | 121,963 |
| TOTAL LIABILITIES | 48,363 | 14 | 160,285 | 208,662 |
| FUND EQUITY: | | | | |
| Fund Balances: | | | | |
| Reserved for: | | | | |
| Other Specific Purposes | 198,622 | 168,510 | 0 | 367,132 |
| TOTAL FUND EQUITY | 198,622 | 168,510 | 0 | 367,132 |
| TOTAL LIABILITIES AND FUND EQUITY | $246,985 | $168,524 | $160,285 | $575,794 |

*STATE OF COLORADO*
COMBINING BALANCE SHEET
EXPENDABLE TRUST FUNDS
JUNE 30, 1986
(Expressed in Thousands)

| | UNEMPLOYMENT INSURANCE | STATE TREASURER | LAND BOARD |
|---|---|---|---|
| ASSETS: | | | |
| Cash | $104,358 | $14,742 | $421 |
| Investments | 0 | 0 | 0 |
| Taxes Receivable, net | 64,365 | 0 | 0 |
| Other Receivables, net | 5,257 | 1,319 | 0 |
| Due From Other Governments | 5,525 | 0 | 0 |
| Due From Other Funds | 125 | 30,000 | 3,319 |
| Inventories | 0 | 0 | 0 |
| Other Current Assets | 0 | 0 | 148 |
| Property, Plant and Equipment, net | 0 | 0 | 0 |
| TOTAL ASSETS | $179,630 | $46,061 | $3,888 |
| LIABILITIES: | | | |
| Accounts Payable and Accruals | $4,376 | 0 | $4 |
| Due to Other Governments | 1,943 | 0 | 0 |
| Due to Other Funds | 125 | 31,932 | 0 |
| Deferred Revenue | 531 | 0 | 3,598 |
| Capital Lease Obligations | 0 | 0 | 0 |
| Accrued Compensated Absences | 0 | 0 | 0 |
| Other Long-Term Liabilities | 1,578 | 0 | 0 |
| TOTAL LIABILITIES | 8,553 | 31,932 | 3,602 |
| FUND EQUITY: | | | |
| Fund Balances: | | | |
| Reserved for: | | | |
| Other Specific Purposes | 171,077 | 14,129 | 286 |
| TOTAL FUND EQUITY | 171,077 | 14,129 | 286 |
| TOTAL LIABILITIES AND FUND EQUITY | $179,630 | $46,061 | $3,888 |

| VICTIMS COMPENSATION | STATE EMPLOYEES & OFFICIALS INSURANCE | OTHER EXPENDABLE TRUSTS | TOTALS |
|---|---|---|---|
| $3,478 | $4,480 | $4,376 | $131,855 |
| 0 | 0 | 943 | 943 |
| 0 | 0 | 0 | 64,365 |
| 0 | 0 | 933 | 7,509 |
| 0 | 0 | 125 | 5,650 |
| 0 | 0 | 7 | 33,451 |
| 0 | 0 | 4 | 4 |
| 0 | 70 | 0 | 218 |
| 0 | 0 | 2,990 | 2,990 |
| $3,478 | $4,550 | $9,378 | $246,985 |
| $0 | $372 | $141 | $4,893 |
| 0 | 0 | 0 | 1,943 |
| 1 | 0 | 174 | 32,232 |
| 0 | 0 | 2 | 4,131 |
| 0 | 0 | 64 | 64 |
| 0 | 0 | 11 | 11 |
| 0 | 3,500 | 11 | 5,089 |
| 1 | 3,872 | 403 | 48,363 |
| 3,477 | 678 | 8,975 | 198,622 |
| 3,477 | 678 | 8,975 | 198,622 |
| $3,478 | $4,550 | $9,378 | $246,985 |

*STATE OF COLORADO*

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
EXPENDABLE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| | UNEMPLOYMENT INSURANCE | STATE TREASURER | LAND BOARD |
|---|---|---|---|
| REVENUES: | | | |
| Taxes | $215,540 | $10,453 | $0 |
| Licenses, Permits, and Fines | 0 | 0 | 0 |
| Charges for Goods and Services | 0 | 0 | 0 |
| Interest and Rents | 13,681 | 19,403 | 948 |
| Federal Grants and Contracts | 6,880 | 0 | 0 |
| Other | 0 | 0 | 73 |
| TOTAL REVENUES | 236,101 | 29,856 | 1,021 |
| EXPENDITURES: | | | |
| Current: | | | |
| General Government | 0 | 158 | 0 |
| Business, Community and Consumer Affairs | 0 | 0 | 0 |
| Education | 0 | 0 | 0 |
| Health and Rehabilitation | 0 | 0 | 0 |
| Justice | 0 | 0 | 0 |
| Natural Resources | 0 | 0 | 444 |
| Social Assistance | 200,258 | 0 | 0 |
| Capital Outlay | 161 | 0 | 0 |
| TOTAL EXPENDITURES | 200,419 | 158 | 444 |
| Excess of Revenues Over (Under) Expenditures | 35,682 | 29,698 | 577 |
| OTHER FINANCING SOURCES (USES): | | | |
| Operating Transfers In | 0 | 74,800 | 0 |
| Operating Transfers Out | (577) | (93,655) | (552) |
| TOTAL OTHER FINANCING SOURCES (USES) | (577) | (18,855) | (552) |
| Excess of Revenues and Other Sources (Uses) Over (Under) Expenditures | 35,105 | 10,843 | 25 |
| FUND BALANCE, JULY 1 | 135,972 | 3,286 | 261 |
| Prior Period Adjustments | 0 | 0 | 0 |
| FUND BALANCE, JUNE 30 | $171,077 | $14,129 | $286 |

| VICTIMS COMPENSATION | STATE EMPLOYEES & OFFICIALS INSURANCE | OTHER EXPENDABLE TRUSTS | TOTALS |
|---|---|---|---|
| $0 | $0 | $0 | $225,993 |
| 2,788 | 0 | 804 | 3,592 |
| 0 | 17,220 | 1,147 | 18,367 |
| 0 | 100 | 490 | 34,622 |
| 0 | 0 | 1,607 | 8,487 |
| 2,872 | 64 | 1,552 | 4,561 |
| 5,660 | 17,384 | 5,600 | 295,622 |
| 0 | 18,512 | 362 | 19,032 |
| 0 | 0 | 1,621 | 1,621 |
| 0 | 0 | 218 | 218 |
| 0 | 0 | 484 | 484 |
| 3,946 | 0 | 1,312 | 5,258 |
| 0 | 0 | 48 | 492 |
| 0 | 0 | 360 | 200,618 |
| 0 | 5 | 23 | 189 |
| 3,946 | 18,517 | 4,428 | 227,912 |
| 1,714 | (1,133) | 1,172 | 67,710 |
| 0 | 0 | 0 | 74,800 |
| 0 | 0 | 0 | (94,784) |
| 0 | 0 | 0 | (19,984) |
| 1,714 | (1,133) | 1,172 | 47,726 |
| 1,763 | 1,811 | 29,950 | 173,043 |
| 0 | 0 | (22,147) | (22,147) |
| $3,477 | $678 | $8,975 | $198,622 |

*STATE OF COLORADO*
COMBINING STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES - ALL AGENCY FUNDS
JUNE 30, 1986
(Expressed in Thousands)

| | Taxes and Assessments Collected For Other Funds | | |
|---|---|---|---|
| | BALANCE JULY 1 | NET CHANGE | BALANCE JUNE 30 |
| ASSETS: | | | |
| Cash | $22,621 | ($1,869) | $20,752 |
| Investments | 0 | 0 | 0 |
| Taxes Receivable, net | 24,186 | (3,573) | 20,613 |
| Other Receivables, net | 0 | 0 | 0 |
| Due From Other Governments | 0 | 0 | 0 |
| Due From Other Funds | 235 | 992 | 1,227 |
| TOTAL ASSETS | $47,042 | ($4,450) | $42,592 |
| LIABILITIES: | | | |
| Cash Overdraft | $0 | $0 | $0 |
| Due to Other Governments | 43,085 | (4,179) | 38,906 |
| Due to Other Funds | 0 | 0 | 0 |
| Other Long-Term Liabilities | 3,957 | (271) | 3,686 |
| TOTAL LIABILITIES | $47,042 | ($4,450) | $42,592 |

| | Other Agency Funds | | |
|---|---|---|---|
| | BALANCE JULY 1 | NET CHANGE | BALANCE JUNE 30 |
| ASSETS: | | | |
| Cash | $25,684 | ($2,118) | $23,566 |
| Investments | 14,749 | (1,853) | 12,896 |
| Taxes Receivable, net | 0 | 0 | 0 |
| Other Receivables, net | 256 | (250) | 6 |
| Due From Other Governments | 163 | (133) | 30 |
| Due From Other Funds | 659 | (624) | 35 |
| TOTAL ASSETS | $41,511 | ($4,978) | $36,533 |
| LIABILITIES: | | | |
| Cash Overdraft | $0 | $0 | $0 |
| Due to Other Governments | 0 | 0 | 0 |
| Due to Other Funds | 17 | (7) | 10 |
| Other Long-Term Liabilities | 41,494 | (4,971) | 36,523 |
| TOTAL LIABILITIES | $41,511 | ($4,978) | $36,533 |

| Water Authority, Mineral Lease and and Other Collections Fund | | | State Employees Deferred Compensation Funds | | |
|---|---|---|---|---|---|
| BALANCE JULY 1 | NET CHANGE | BALANCE JUNE 30 | BALANCE JULY 1 | NET CHANGE | BALANCE JUNE 30 |
| $19,649 | ($10,132) | $9,517 | $0 | $0 | $0 |
| 24,934 | 11,122 | 36,056 | 0 | 31,671 | 31,671 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 2 | 2 |
| 1,628 | 2,191 | 3,819 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 95 | 95 |
| $46,211 | $3,181 | $49,392 | $0 | $31,768 | $31,768 |
| $0 | $0 | $0 | $0 | $89 | $89 |
| 1,443 | 1,284 | 2,727 | 0 | 0 | 0 |
| 0 | 1,679 | 1,679 | 0 | 0 | 0 |
| 44,768 | 218 | 44,986 | 0 | 31,679 | 31,679 |
| $46,211 | $3,181 | $49,392 | $0 | $31,768 | $31,768 |

| Totals - All Agency Funds | | |
|---|---|---|
| BALANCE JULY 1 | NET CHANGE | BALANCE JUNE 30 |
| $67,954 | ($14,119) | $53,835 |
| 39,683 | 40,940 | 80,623 |
| 24,186 | (3,573) | 20,613 |
| 256 | (248) | 8 |
| 1,791 | 2,058 | 3,849 |
| 894 | 463 | 1,357 |
| $134,764 | $25,521 | $160,285 |
| $0 | $89 | $89 |
| 44,528 | (2,895) | 41,633 |
| 17 | 1,672 | 1,689 |
| 90,219 | 26,655 | 116,874 |
| $134,764 | $25,521 | $160,285 |

## GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group is used to accounts for fixed assets acquired for general governmental purposes. These include all land, buildings, and equipment except those of the Enterprise, Internal Service, Trust and Agency, and College and University funds.

*STATE OF COLORADO*

SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| FUNCTION AND ACTIVITY | LAND & IMPROVEMENTS | BUILDINGS & IMPROVEMENTS | EQUIPMENT | CONSTRUCTION IN PROGRESS | TOTALS |
|---|---|---|---|---|---|
| GENERAL GOVERNMENT: | | | | | |
| Administration | $2,498 | $30,675 | $18,327 | $4,831 | $56,332 |
| Agriculture | 1,244 | 3,231 | 1,899 | 882 | 7,255 |
| Governor's Office | 0 | 0 | 430 | 0 | 430 |
| Legislative | 0 | 30 | 1,107 | 621 | 1,757 |
| Military Affairs | 688 | 7,111 | 366 | 0 | 8,164 |
| Personnel | 0 | 0 | 240 | 0 | 240 |
| Revenue | 450 | 5,057 | 12,391 | 0 | 17,898 |
| State | 0 | 8 | 422 | 0 | 430 |
| Treasury | 0 | 0 | 64 | 0 | 64 |
| Total General Government | 4,880 | 46,112 | 35,245 | 6,333 | 92,570 |
| EDUCATION: | | | | | |
| Education | 2,392 | 3,212 | 1,453 | 2,108 | 9,165 |
| Higher Education | 2,236 | 3,442 | 1,537 | 0 | 7,215 |
| Total Education | 4,628 | 6,655 | 2,989 | 2,108 | 16,380 |
| BUSINESS, COMMUNITY AND CONSUMER AFFAIRS: | | | | | |
| Labor and Employment | 627 | 2,827 | 7,965 | 0 | 11,419 |
| Local Affairs | 0 | 0 | 1,001 | 0 | 1,001 |
| Regulatory Agencies | 0 | 0 | 1,252 | 0 | 1,252 |
| Total Business Affairs | 627 | 2,827 | 10,218 | 0 | 13,672 |
| HEALTH AND REHABILITATION: | | | | | |
| Health | 0 | 2,111 | 5,747 | 0 | 7,858 |
| Institutions (excluding Youth Services) | 5,402 | 69,487 | 13,386 | 1,076 | 89,351 |
| Total Health & Rehabilitation | 5,402 | 71,599 | 19,133 | 1,076 | 97,209 |
| JUSTICE: | | | | | |
| Corrections | 6,389 | 36,716 | 5,591 | 25,438 | 74,134 |
| Institutions (Youth Services) | 75 | 5,792 | 1,832 | 624 | 8,322 |
| Judicial | 1,605 | 11,835 | 8,470 | 0 | 21,910 |
| Law | 0 | 0 | 466 | 0 | 466 |
| Public Safety | 60 | 1,078 | 13,704 | 2,132 | 16,975 |
| Total Justice | 8,129 | 55,421 | 30,063 | 28,193 | 121,807 |
| NATURAL RESOURCES: | | | | | |
| Natural Resources | 96,491 | 17,324 | 16,258 | 10,079 | 140,152 |
| SOCIAL ASSISTANCE: | | | | | |
| Social Services | 27 | 2,455 | 7,141 | 1,764 | 11,387 |
| TRANSPORTATION: | | | | | |
| Highways | 2,175 | 21,676 | 486 | 0 | 24,338 |
| Total General Fixed Assets | $122,360 | $224,069 | $121,534 | $49,552 | $517,515 |

*STATE OF COLORADO*

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 1986
(Expressed in Thousands)

| FUNCTION AND ACTIVITY | Balance July 1 | Additions | Deletions | Balance June 30 |
|---|---|---|---|---|
| GENERAL GOVERNMENT: | | | | |
| Administration | $51,574 | $13,170 | $8,413 | $56,332 |
| Agriculture | 6,601 | 781 | 127 | 7,255 |
| Governor's Office | 366 | 146 | 83 | 430 |
| Legislative | 1,588 | 241 | 71 | 1,757 |
| Military Affairs | 8,164 | 28 | 28 | 8,164 |
| Personnel | 187 | 53 | 0 | 240 |
| Revenue | 15,824 | 2,091 | 17 | 17,898 |
| State | 362 | 68 | 0 | 430 |
| Treasury | 50 | 22 | 7 | 64 |
| Total General Government | 84,717 | 16,600 | 8,747 | 92,570 |
| EDUCATION: | | | | |
| Education | 8,842 | 485 | 162 | 9,165 |
| Higher Education | 7,510 | 743 | 1,039 | 7,215 |
| Total Education | 16,351 | 1,228 | 1,200 | 16,380 |
| BUSINESS, COMMUNITY AND CONSUMER AFFAIRS: | | | | |
| Labor and Employment | 14,169 | 4,167 | 6,917 | 11,419 |
| Local Affairs | 760 | 260 | 19 | 1,001 |
| Regulatory Agencies | 1,816 | 209 | 773 | 1,252 |
| Total Business Affairs | 16,746 | 4,636 | 7,710 | 13,672 |
| HEALTH AND REHABILITATION: | | | | |
| Health | 7,488 | 633 | 262 | 7,858 |
| Institutions (excluding Youth Services) | 87,914 | 2,457 | 1,020 | 89,351 |
| Total Health & Rehabilitation | 95,401 | 3,090 | 1,282 | 97,209 |
| JUSTICE: | | | | |
| Corrections | 51,175 | 26,149 | 3,189 | 74,134 |
| Institutions (Youth Services) | 7,618 | 770 | 65 | 8,322 |
| Judicial | 21,284 | 1,358 | 732 | 21,910 |
| Law | 466 | 0 | 0 | 466 |
| Public Safety | 14,692 | 2,950 | 668 | 16,975 |
| Total Justice | 95,235 | 31,226 | 4,653 | 121,807 |
| NATURAL RESOURCES: | | | | |
| Natural Resources | 132,365 | 8,985 | 1,198 | 140,152 |
| SOCIAL ASSISTANCE: | | | | |
| Social Services | 9,341 | 2,712 | 665 | 11,387 |
| TRANSPORTATION: | | | | |
| Highways | 22,235 | 2,121 | 19 | 24,338 |
| Total General Fixed Assets | $472,390 | $70,598 | $25,474 | $517,515 |

# STATISTICAL SECTION

*STATE OF COLORADO*
GENERAL FUND REVERSIONS
TEN YEAR HISTORY
(Expressed in Thousands)

| Fiscal Year | General Fund Appropriation | Appropriation Rolled Forward To Subsequent Year | Reversion | Percent Reversion to Appropriation |
|---|---|---|---|---|
| 1985-86 | $1,954,266 | $5,929 | $5,022 | 0.3% |
| 1984-85 | 1,848,169 | 8,713 | 18,423 | 1.0% |
| 1983-84 | 1,724,825 | 1,604 | 6,076 | 0.4% |
| 1982-83 | 1,531,145 | 1,233 | (445) | 0.0% |
| 1981-82 | 1,440,373 | 3,614 | 3,172 | 0.2% |
| 1980-81 | 1,415,798 | 4,951 | 623 | 0.0% |
| 1979-80 | 1,192,088 | 4,247 | 11,825 | 1.0% |
| 1978-79 | 1,051,553 | 2,619 | 12,077 | 1.1% |
| 1977-78 | 969,457 | 4,392 | 7,456 | 0.8% |
| 1976-77 | 909,194 | 3,128 | 4,434 | 0.5% |

REVENUE BOND COVERAGE
SIX YEAR HISTORY
(Expressed in Thousands)

| Fiscal Year | Gross Revenue | Direct Operating Expenses | Net Revenue Available For Debt Services | Debt Service Requirements | | | Coverage |
|---|---|---|---|---|---|---|---|
| | | | | Principal | Interest | Total | |
| Higher Education Facilities: | | | | | | | |
| 1986 | $110,055 | $93,245 | $16,810 | $6,910 | $8,347 | $15,257 | 1.10 |
| 1985 | 105,289 | 88,302 | 16,987 | 3,934 | 6,472 | 10,406 | 1.63 |
| 1984 | 100,279 | 81,970 | 18,309 | 4,630 | 6,700 | 11,330 | 1.62 |
| 1983 | 96,529 | 77,154 | 19,375 | 4,746 | 7,104 | 11,850 | 1.64 |
| 1982 | 93,298 | 75,367 | 17,931 | 4,697 | 7,321 | 12,018 | 1.49 |
| 1981 | 89,324 | 73,270 | 16,054 | 4,443 | 7,668 | 12,111 | 1.33 |
| Trinidad State Nursing Home: | | | | | | | |
| 1986 | $3,090 | $2,967 | $123 | $90 | $33 | $123 | 1.00 |
| 1985 | 2,900 | 2,776 | 124 | 85 | 39 | 124 | 1.00 |
| 1984 | 2,824 | 2,701 | 123 | 80 | 43 | 123 | 1.00 |
| 1983 | 2,579 | 2,462 | 117 | 75 | 42 | 117 | 1.00 |
| 1982 | 2,433 | 2,313 | 120 | 70 | 50 | 120 | 1.00 |

NOTE: Only six years of data is available.

*STATE OF COLORADO*
EXPENDITURES BY DEPARTMENT
ALL FUNDS
FOR THE YEAR ENDED JUNE 30, 1986
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 1985
(Expressed in Thousands)

| Department | General Fund | Special Revenue Funds | Capital Project Funds | Debt Service Fund |
|---|---|---|---|---|
| Legislature | $13,313 | $0 | $233 | $0 |
| Judicial | 84,469 | 0 | 42 | 0 |
| Governor | 25,935 | 0 | 0 | 0 |
| Administration | 27,980 | 0 | 15,129 | 936 |
| Agriculture | 10,725 | 0 | 720 | 0 |
| Education | 937,527 | 0 | 106 | 0 |
| Health | 76,592 | 0 | 4,159 | 0 |
| Higher Education | 47,790 | 0 | 3,202 | 0 |
| Highways | 2 | 437,741 | 0 | 0 |
| Institutions | 204,596 | 0 | 2,141 | 2,005 |
| Labor & Employment | 54,632 | 9,116 | 298 | 0 |
| Law | 16,429 | 0 | 0 | 0 |
| Local Affairs | 67,241 | 0 | 0 | 0 |
| Military Affairs | 2,686 | 0 | 7 | 0 |
| Natural Resources | 28,798 | 31,708 | 13,128 | 0 |
| Personnel | 3,196 | 0 | 0 | 0 |
| Regulatory Agencies | 22,460 | 0 | 0 | 0 |
| Revenue | 52,345 | 0 | 194 | 0 |
| Social Services | 711,421 | 0 | 1,566 | 0 |
| Secretary of State | 2,398 | 0 | 0 | 0 |
| Treasury | 1,221 | 111,707 | 0 | 0 |
| Corrections | 57,236 | 0 | 22,579 | 0 |
| Public Safety | 13,288 | 26,723 | 2,133 | 0 |
| Controller's Non-Operating | 7,822 | 0 | 0 | 0 |
| Expenditures Unclassified by Department | 55,088 | 0 | 0 | 0 |
| TOTALS | $2,525,190 | $616,995 | $65,637 | $2,941 |
| Less: Interfund Transactions | 0 | | | |
| Intrafund Transactions | 0 | | | |
| NET EXPENDITURES | $2,525,190 | $616,995 | $65,637 | $2,941 |

| Enterprise Funds | Internal Service Funds | Trust Funds | College & University Funds | 1986 Total | 1986 Percent | 1985 Total | 1985 Percent |
|---|---|---|---|---|---|---|---|
| $0 | $0 | $0 | $0 | $13,546 | 0.3% | $12,678 | 0.2% |
| 0 | 0 | 5,006 | 0 | 89,517 | 1.8% | 83,393 | 1.5% |
| 0 | 0 | 0 | 0 | 25,935 | 0.5% | 28,844 | 0.5% |
| 503 | 11,512 | 72 | 0 | 56,132 | 1.1% | 44,720 | 0.8% |
| 0 | 0 | 0 | 0 | 11,445 | 0.2% | 10,456 | 0.2% |
| 204 | 0 | 138 | 0 | 937,975 | 18.9% | 908,718 | 16.7% |
| 7 | 0 | 0 | 0 | 80,758 | 1.6% | 78,713 | 1.4% |
| 13,916 | 0 | 83 | 1,190,723 | 1,255,714 | 25.3% | 1,535,849 | 28.2% |
| 0 | 19,944 | 0 | 0 | 457,687 | 9.2% | 397,877 | 7.3% |
| 916 | 0 | 532 | 0 | 210,190 | 4.2% | 198,828 | 3.6% |
| 190,346 | 0 | 200,419 | 0 | 454,811 | 9.2% | 356,644 | 6.5% |
| 0 | 0 | 208 | 0 | 16,637 | 0.3% | 11,491 | 0.2% |
| 0 | 0 | 1,065 | 0 | 68,306 | 1.4% | 66,250 | 1.2% |
| 0 | 0 | 0 | 0 | 2,693 | 0.1% | 2,599 | 0.0% |
| 0 | 0 | 1,442 | 0 | 75,076 | 1.5% | 102,205 | 1.9% |
| 0 | 0 | 0 | 0 | 3,196 | 0.1% | 3,005 | 0.1% |
| 0 | 0 | 717 | 0 | 23,177 | 0.5% | 26,167 | 0.5% |
| 72,800 | 0 | 0 | 0 | 125,339 | 2.5% | 143,719 | 2.6% |
| 6,361 | 0 | 199 | 0 | 719,547 | 14.5% | 658,651 | 12.1% |
| 0 | 0 | 0 | 0 | 2,398 | 0.0% | 2,494 | 0.0% |
| 0 | 0 | 158 | 0 | 113,086 | 2.3% | 492,638 | 9.0% |
| 7,226 | 0 | 0 | 0 | 87,041 | 1.8% | 62,940 | 1.2% |
| 0 | 81 | 1 | 0 | 42,226 | 0.9% | 40,087 | 0.7% |
| 0 | 0 | 18,811 | 0 | 26,633 | 0.5% | 23,949 | 0.4% |
| 0 | 0 | 0 | 0 | 55,088 | 1.1% | 157,829 | 2.9% |
| $292,279 | $31,537 | $228,851 | $1,190,723 | $4,954,153 | 100.0% | $5,450,744 | 100.0% |
| | | | | | | (582,931) | |
| | | | | | | (369,909) | |
| $292,279 | $31,537 | $228,851 | $1,190,723 | 4,954,153 | | $4,497,904 | |

*STATE OF COLORADO*
GENERAL FUND
GROSS GENERAL REVENUES
TEN YEAR HISTORY
(Expressed in Thousands)

| Fiscal Year | Sales, Use & Excise Taxes | Income Tax | | | |
|---|---|---|---|---|---|
| | | Individual | Corporate | Refunds | Net |
| 1985-86 | $816,254<br>39.2% | $1,229,781 | $138,662 | ($270,908) | 1,097,535<br>52.7% |
| 1984-85 | 819,185<br>41.7% | 1,201,319 | 135,504 | (336,264) | 1,000,559<br>50.9% |
| 1983-84 | 770,300<br>40.8% | 1,050,100 | 140,400 | (299,900) | 890,600<br>47.2% |
| 1982-83 | 664,300<br>40.5% | 956,400 | 109,400 | (296,000) | 769,800<br>46.9% |
| 1981-82 | 680,600<br>44.9% | 865,700 | 126,000 | (281,900) | 709,800<br>46.8% |
| 1980-81 | 605,000<br>45.9% | 757,100 | 106,700 | (299,600) | 564,200<br>42.8% |
| 1979-80 | 600,900<br>44.3% | 708,900 | 130,900 | (256,800) | 583,000<br>43.0% |
| 1978-79 | 576,500<br>44.3% | 622,700 | 116,200 | (150,800) | 588,100<br>45.2% |
| 1977-78 | 498,900<br>44.0% | 539,400 | 98,600 | (106,000) | 532,000<br>47.0% |
| 1976-77 | 416,000<br>43.7% | 460,500 | 87,600 | (99,200) | 448,900<br>47.1% |

| Inheritance & Gift Taxes | Other Taxes | Interest & Rents | Fiscal Emergency Fund | Other | Totals |
|---|---|---|---|---|---|
| $13,700 | $83,532 | $21,224 | $0 | $50,481 | $2,082,726 |
| 0.7% | 4.0% | 1.0% | 0.0% | 2.4% | 100.0% |
| 14,014 | 72,429 | 33,743 | 0 | 25,452 | $1,965,382 |
| 0.7% | 3.7% | 1.7% | 0.0% | 1.3% | 100.0% |
| 10,700 | 65,200 | 4,500 | 115,600 | 31,200 | $1,888,100 |
| 0.6% | 3.5% | 0.2% | 6.1% | 1.7% | 100.0% |
| 8,900 | 60,000 | 7,600 | 105,900 | 23,500 | $1,640,000 |
| 0.5% | 3.7% | 0.5% | 6.5% | 1.4% | 100.0% |
| 12,300 | 57,400 | 34,500 | 0 | 22,400 | $1,517,000 |
| 0.8% | 3.8% | 2.3% | 0.0% | 1.5% | 100.0% |
| 6,600 | 50,400 | 37,600 | 0 | 52,900 | $1,316,700 |
| 0.5% | 3.8% | 2.9% | 0.0% | 4.0% | 100.0% |
| 25,700 | 48,100 | 53,900 | 0 | 43,400 | $1,355,000 |
| 1.9% | 3.5% | 4.0% | 0.0% | 3.2% | 100.0% |
| 24,300 | 43,600 | 27,300 | 0 | 41,300 | $1,301,100 |
| 1.9% | 3.4% | 2.1% | 0.0% | 3.2% | 100.0% |
| 22,400 | 38,800 | 12,000 | 0 | 28,700 | $1,132,800 |
| 2.0% | 3.4% | 1.1% | 0.0% | 2.5% | 100.0% |
| 24,200 | 34,300 | 10,000 | 0 | 18,700 | $952,100 |
| 2.5% | 3.6% | 1.1% | 0.0% | 2.0% | 100.0% |

*STATE OF COLORADO*

NET GENERAL FUND EXPENDITURES AND TRANSFERS

TEN YEAR HISTORY

(Expressed in Thousands)

| Department | 1985-86 | 1984-85 | 1983-84 |
|---|---|---|---|
| Legislature | $13,045 | $12,277 | $12,075 |
| Judicial | 82,074 | 77,732 | 68,920 |
| Governor | 2,343 | 2,462 | 2,087 |
| Administration | 15,962 | 13,626 | 13,407 |
| Agriculture | 5,762 | 6,299 | 5,746 |
| Education | 809,015 | 778,179 | 773,958 |
| Health | 24,274 | 25,069 | 23,331 |
| Higher Education | 399,041 | 379,664 | 370,927 |
| Highways | 2 | 2 | 372 |
| Institutions | 110,479 | 105,663 | 99,778 |
| Labor & Employment | 2,130 | 2,108 | 2,325 |
| Law | 11,524 | 4,357 | 2,096 |
| Local Affairs | 6,920 | 6,792 | 10,468 |
| Military Affairs | 1,460 | 1,520 | 1,500 |
| Natural Resources | 12,999 | 11,522 | 10,440 |
| Personnel | 2,911 | 2,755 | 2,441 |
| Regulatory Agencies | 6,346 | 6,202 | 5,722 |
| Revenue | 22,607 | 18,945 | 16,762 |
| Social Services | 263,901 | 249,328 | 244,586 |
| Secretary of State | 0 | (1,000) | (1) |
| Treasury | 50,444 | 54,267 | 415 |
| Corrections | 56,945 | 51,851 | 44,292 |
| Planning & Budgeting | 0 | 0 | 466 |
| Public Safety | 7,637 | 6,756 | 0 |
| Controller's Non-Operating | 35,494 | 4,728 | 5,031 |
| Expenditures Unclassified by Department | 152,830 | 154,436 | 150,006 |
| TOTALS | $2,096,145 | $1,975,540 | $1,867,150 |
| Percentage Increase From Prior Year | 6.1% | 5.8% | 12.4% |

Note: These totals exclude expenditures financed from cash or federal sources.

| 1982-83 | 1981-82 | 1980-81 | 1979-80 | 1978-79 | 1977-78 | 1976-77 |
|---|---|---|---|---|---|---|
| $11,912 | $10,237 | $9,961 | $8,210 | $8,340 | $7,200 | $6,280 |
| 63,206 | 57,852 | 49,334 | 42,620 | 39,690 | 37,540 | 34,260 |
| 1,667 | 1,671 | 1,623 | 1,430 | 1,160 | 1,480 | 2,280 |
| 13,223 | 12,409 | 12,455 | 12,240 | 9,610 | 7,320 | 7,940 |
| 5,847 | 6,364 | 5,641 | 5,020 | 5,540 | 4,140 | 3,870 |
| 648,289 | 583,432 | 559,906 | 532,050 | 473,380 | 406,360 | 374,580 |
| 25,619 | 27,617 | 25,583 | 20,760 | 17,660 | 16,030 | 11,910 |
| 347,306 | 308,903 | 266,744 | 241,670 | 228,110 | 204,940 | 204,120 |
| 338 | 396 | 396 | 260 | 710 | 500 | 170 |
| 98,616 | 93,697 | 78,029 | 53,690 | 46,350 | 43,540 | 62,160 |
| 2,625 | 2,969 | 2,467 | 2,240 | 2,090 | 2,420 | 2,180 |
| 1,625 | 2,138 | 2,909 | 3,300 | 3,820 | 3,200 | 2,780 |
| 10,623 | 12,891 | 11,714 | 9,490 | 10,470 | 9,150 | 7,960 |
| 1,491 | 1,383 | 1,283 | 1,100 | 900 | 820 | 830 |
| 13,200 | 22,859 | 51,494 | 10,670 | 10,280 | 10,180 | 9,790 |
| 2,472 | 2,730 | 2,088 | 1,880 | 1,770 | 1,650 | 1,590 |
| 5,927 | 5,739 | 5,397 | 5,180 | 7,800 | 6,140 | 5,680 |
| 18,324 | 14,941 | 16,270 | 11,230 | 9,810 | 9,150 | 8,670 |
| 211,229 | 201,594 | 171,603 | 143,470 | 118,690 | 114,210 | 100,080 |
| 486 | 1,217 | 1,394 | 1,200 | 1,050 | 960 | 1,130 |
| 736 | 660 | 58,091 | 450 | 4,480 | 1,130 | 1,010 |
| 40,101 | 35,391 | 34,564 | 25,100 | 23,920 | 20,230 | 18,560 |
| 499 | 556 | 994 | 890 | 1,450 | 1,480 | 1,430 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4,999 | 25,941 | 40,285 | 9,880 | 9,780 | 8,200 | 5,300 |
| 130,264 | 142,706 | 151,313 | 193,462 | 90,360 | 98,860 | 60,640 |
| $1,660,624 | $1,576,293 | $1,561,538 | $1,337,492 | $1,127,220 | $1,016,830 | $935,200 |
| 5.3% | 0.9% | 16.8% | 18.7% | 10.9% | 8.7% | 5.2% |

*STATE OF COLORADO*
ECONOMIC AND SOCIAL DATA

POPULATION:

Following two decades of rapid growth, Colorado's population is over 3 million. Results from the 1980 Census show that the State was the eighth most rapidly growing State during the 1970's. Roughly 80 percent of the State's population resides in the twelve metropolitan counties of the Front Range. Rapid growth has occurred in mountainous resort areas and in energy rich Western Slope counties.

| Year | Colorado Population | United States Population |
|---|---|---|
| 1986 (Projected) | 3,296,000 | 240,856,000 |
| 1985 | 3,231,000 | 238,740,000 |
| 1984 | 3,190,000 | 236,495,000 |
| 1983 | 3,149,000 | 234,284,000 |
| 1982 | 3,072,000 | 231,996,000 |
| 1981 | 2,984,000 | 229,637,000 |
| 1980 | 2,908,000 | 227,255,000 |
| 1979 | 2,850,700 | 224,567,000 |
| 1978 | 2,766,300 | 222,095,000 |
| 1977 | 2,676,400 | 219,760,000 |
| 1976 | 2,618,400 | 217,563,000 |

Source: Demographic Section, Division of Local Government; U.S. Bureau of the Census

WEALTH:

TOTAL PERSONAL AND PER CAPITA INCOME
COLORADO AND UNITED STATES
1976-1986

| | Colorado | | United States | |
|---|---|---|---|---|
| Year | Total Personal (000,000) | Per Capita | Total Personal (000,000) | Per capita |
| 1986 (Estimated) | $50,481 | $15,438 | $3,485,571 | $14,503 |
| 1985 | 46,398 | 14,413 | 3,206,597 | 13,451 |
| 1984 | 44,008 | 13,848 | 3,016,317 | 12,772 |
| 1983 | 40,077 | 12,740 | 2,733,579 | 11,681 |
| 1982 | 37,573 | 12,237 | 2,575,793 | 11,113 |
| 1981 | 34,157 | 11,449 | 2,420,098 | 10,544 |
| 1980 | 29,459 | 10,147 | 2,156,715 | 9,494 |
| 1979 | 25,878 | 9,083 | 1,942,655 | 8,651 |
| 1978 | 22,220 | 8,031 | 1,726,185 | 7,772 |
| 1977 | 19,133 | 7,097 | 1,534,708 | 6,984 |
| 1976 | 17,119 | 6,504 | 1,385,201 | 6,367 |

Source: Survey of Current Business, U.S. Department of Commerce, Bureau of Economic Analysis, Colorado Business/Economic Outlook Committee

WEALTH (Continued)

COLORADO SALES AND ASSESSED PROPERTY VALUES
1976-1986
(In Billions of Dollars)

| Year | Retail Sales | Wholesale Sales* | Assessed Property Values |
|---|---|---|---|
| 1986 (Estimated) | $25.6 | $16.6 | (not available) |
| 1985 | 24.3 | 15.7 | 18.7 |
| 1984 | 23.3 | 15.1 | 17.9 |
| 1983 | 21.3 | 13.6 | 17.2 |
| 1982 | 19.8 | 12.8 | 15.7 |
| 1981 | 18.9 | 12.4 | 14.8 |
| 1980 | 16.6 | 11.7 | 13.7 |
| 1979 | 15.4 | 11.4 | 12.5 |
| 1978 | 13.0 | 9.5 | 11.6 |
| 1977 | 11.2 | 7.3 | 10.7 |
| 1976 | 10.1 | 5.6 | 10.0 |

*Includes only those sales reported on sales tax reports.

Source: Colorado Department of Revenue, Colorado Business/Economic Committee; Annual Report of Property Taxation

EMPLOYMENT:

TYPES OF EMPLOYMENT
COLORADO AND UNITED STATES
1985
(In Thousands)

| | Colorado | | United States | |
|---|---|---|---|---|
| Industry* | Employment | %of Total | Employment | %of Total |
| Agriculture | 42 | 2.9% | 3,179 | 3.2% |
| Mining | 33 | 2.3% | 969 | 1.0% |
| Construction | 86 | 5.9% | 4,662 | 4.6% |
| Manufacturing | 193 | 13.2% | 19,426 | 19.3% |
| Transportation & Public Utilities | 89 | 6.1% | 5,300 | 5.3% |
| Trade | 354 | 24.2% | 23,194 | 23.0% |
| Finance, Insurance & Real Estate | 98 | 6.7% | 5,924 | 5.9% |
| Services | 321 | 21.7% | 21,930 | 21.5% |
| Government | 249 | 17.0% | 16,295 | 16.2% |
| Total | 1,465 | 100.0% | 100,879 | 100.0% |

*Nonagricultural self-employed, unpaid family and domestic workers not included.

Source: Colorado Division of Employment and Training, Research and Development Section, U.S. Department of Labor, Bureau of Labor Statistics.